

Harvest Bridge
d/b/a Evangelical Fellowship International

Financial Statements – Modified Cash Basis

Year ended December 31, 2015





STILLWAGGON & MCGILL
CERTIFIED PUBLIC ACCOUNTANTS

Independent Accountant's Review Report

To the Board of Directors of
Harvest Bridge
d/b/a Evangelical Fellowship International
Grove City, Pennsylvania

Report on the Financial Statements

We have reviewed the accompanying financial statements of Harvest Bridge d/b/a Evangelical Fellowship International (a not-for-profit organization), which comprise the statement of financial position – modified cash basis as of December 31, 2015, and the related statement of revenues, expenses, and other changes in net assets – modified cash basis 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, 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 the modified cash basis of accounting; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of financial statements in the circumstances. 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

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 the modified cash basis of accounting. We believe that the results of our procedures provide a reasonable basis for our conclusion.

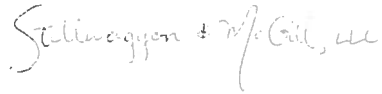
Accountant's Conclusion

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 the modified cash basis of accounting.

Basis of Accounting

We draw attention to Note B of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our conclusion is not modified with respect to this matter.

Stillwaggon & McGill, LLC

A handwritten signature in cursive script that reads "Stillwaggon & McGill, LLC".

Grove City, Pennsylvania

August 30, 2016

Harvest Bridge
d/b/a Evangelical Fellowship International
Statement of Financial Position - Modified Cash Basis
December 31, 2015

ASSETS

Current Assets

Cash and cash equivalents	\$ 37,972
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LIABILITIES AND NET ASSETS

Current Liabilities

Credit cards payable	\$ 269
Accrued payroll taxes	2,580
India payable	7,292
Total Current Liabilities	<u>10,141</u>

Net Assets

Unrestricted	4,052
Temporarily restricted	23,779
Total Net Assets	<u>27,831</u>

Total Liabilities and Net Assets	<u>\$ 37,972</u>
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See accompanying notes and independent accountant's review report.

Harvest Bridge
d/b/a Evangelical Fellowship International
Statement of Revenues, Expenses, and Other Changes in Net Assets - Modified Cash Basis
Year ended December 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Contributions	\$ 86,727	\$ 173,805	\$ 260,532
Net Assets Released from Restrictions	165,171	(165,171)	-
Total Contributions	<u>251,898</u>	<u>8,634</u>	<u>260,532</u>
Expenses			
Wages	51,925	-	51,925
Payroll taxes and benefits	5,151	-	5,151
Mission programs	164,006	-	164,006
Insurance	142	-	142
Supplies	152	-	152
Office expenses	2,216	-	2,216
Licenses and registrations	150	-	150
Telephone and communications	90	-	90
Printing	1,700	-	1,700
Postage and shipping	1,607	-	1,607
Direct mail/marketing	1,315	-	1,315
Travel and meals	9,045	-	9,045
Training, seminars, and conferences	3,289	-	3,289
Bank and wire fees	3,498	-	3,498
Total Expenses	<u>244,286</u>	<u>-</u>	<u>244,286</u>
Change in Net Assets	7,612	8,634	16,246
Net Assets, Beginning of Year	<u>(3,560)</u>	<u>15,145</u>	<u>11,585</u>
Net Assets, End of Year	<u>\$ 4,052</u>	<u>\$ 23,779</u>	<u>\$ 27,831</u>

See accompanying notes and independent accountant's review report.

Harvest Bridge
d/b/a Evangelical Fellowship International
Notes to the Financial Statements
Year ended December 31, 2015

Note A – Nature of Organization

Harvest Bridge d/b/a Evangelical Fellowship International (the Organization) is a not-for-profit corporation located in Grove City, Pennsylvania. The Organization is a network of trusted indigenous churches and ministries that cooperate on pastor education, poverty alleviation, job training, evangelism, and various other missionary and humanitarian programs.

Note B – Summary of Significant Accounting Policies

Basis of Accounting

The Organization reports its activities using the modified cash basis of accounting. Under the modified cash basis, revenue is recognized when received rather than when earned or promised, and purchases are recognized when cash is disbursed rather than when the obligation is incurred. The Organization has elected to modify the cash basis of accounting by: 1) recording a liability for its purchases made on credit cards, 2) accruing payroll liabilities, and 3) recording a liability for amounts due to its partners in India.

Restricted and Unrestricted Contributions

Contributions that are restricted by the donor are reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires (that is, when a stipulated restriction time ends or a purpose restriction is accomplished), temporarily and permanently restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Revenues, Expenses, and Other Changes in Net Assets – Modified Cash Basis as net assets released from restrictions.

Basis of Presentation

In accordance with Accounting Standards Codification (ASC) No. 958 “Not-for-Profit Entities,” the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Contributed Services

The Organization receives services donated by the public in carrying out the Organization’s mission. No amounts have been reflected in the accompanying financial statements for these services.

Note B – Summary of Significant Accounting Policies (Continued)

Allocation of Costs

Approximately 81%, 10%, and 9% of the Organization's resources are expended in the performance of program services, management and general, and fundraising activities, respectively.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state laws. Accordingly, no provision for income taxes is contained in these financial statements.

Property and Equipment

Property and equipment purchased are recorded as expenses at the time of purchase.

Estimates

The financial statements include estimates and assumptions made by management that affect the carrying amounts of assets and liabilities and the reported amounts of revenues and expenses. Actual results may differ from these estimates.

Recently Issued and Adopted Accounting Pronouncements

Statement on Standards for Accounting and Review Services No. 21, *Clarification and Recodification*, is effective for periods ending on or after December 15, 2015. The primary objective of this Statement is to clarify and revise the existing standards for reviews, compilations, and engagements to prepare financial statements. The effect of this Statement has no significant impact on the Organization.

Reclassifications

Certain reclassifications have been made to the prior year financial statements in order for them to be in conformity with the current year presentation.

Note C – Concentration of Risk

Cash and cash equivalents are defined as short-term, highly liquid investments that are readily convertible to known amounts of cash and include investments with original maturities of three months or less.

Custodial credit risk is the risk that in the event of a bank failure, the Organization's deposits may not be returned. The Organization maintains cash balances on deposit at a local financial institution which is insured by the Federal Deposit Insurance Corporation, at a credit union that is privately insured, and monies deposited through PayPal on the internet. The Organization has not experienced any losses in such accounts and management believes it is not exposed to any significant credit risk on cash.

Note D – Restrictions on Net Assets

Temporarily restricted net assets are available for the following purposes at December 31, 2015:

	<u>Amount</u>
Missionary Support	\$ 7,200
Mobilization	255
2016 India Pastors Conference	3,971
Emergency Fund	100
Pakistan Radio Station	6,297
Santhosh	1,184
Bangladesh Bibles and Songbooks	1,776
Mission Trip	630
Chennai Flood Relief Project	810
Genesis School	540
Pakistan	180
Gypsy and Tribal Empowerment	509
Sewing Machine	108
Children Shoes	48
Bangladesh Baptism Expense	45
Bibles for Pastors	126
	<u>\$ 23,779</u>

Note E – Income Taxes

In accordance with ASC No. 740 as it relates to uncertain tax positions for the year ended December 31, 2015, the Organization has evaluated its tax positions taken for all open years. Currently, 2012, 2013, and 2014 tax years are open and subject to examination by the Internal Revenue Service. However, the Organization is not currently under audit nor has the Organization been contacted by the Internal Revenue Service.

Based on the evaluation of the Organization's tax positions, management believes all positions taken would be upheld under examination. Therefore, no asset or liability for the effects of uncertain tax positions has been recorded in the financial statements for the year ended December 31, 2015.

Note F – Subsequent Events

Date of Management Evaluation

Management has evaluated subsequent events through August 30, 2016, the date on which the financial statements were available to be issued.