

HAITI OUTREACH MINISTRIES

Statements of Cash Receipts and Disbursements

Years ended December 31, 2014 and 2013

(See Accompanying Review Report
of Batchelor, Tillery & Roberts, LLP)

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Independent Accountants' Review Report

The Board of Directors
Haiti Outreach Ministries:

We have reviewed the accompanying statements of cash receipts and disbursements of Haiti Outreach Ministries (a nonprofit organization) (the "Ministry") for the years ended December 31, 2014 and 2013. A review includes primarily applying analytical procedures to management's financial data and making inquiries of the Ministry's management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the statement of cash receipts and disbursements as a whole. Accordingly, we do not express such an opinion.

Management is responsible for the preparation and fair presentation of the statements of cash receipts and disbursements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the statements of cash receipts and disbursements.

Our responsibility is to conduct the reviews in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the statements of cash receipts and disbursements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our reviews, we are not aware of any material modifications that should be made to the accompanying statements of cash receipts and disbursements in order for them to be in conformity with the cash basis of accounting, as described in note 1 to the statements of cash receipts and disbursements.

Batchelor, Tillery & Roberts, LLP

February 1, 2016

HAITI OUTREACH MINISTRIES

Statements of Cash Receipts and Disbursements

Years ended December 31, 2014 and 2013

(See Accompanying Review Report
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	<u>2014</u>	<u>2013</u>
Cash receipts:		
Sponsorships	\$ 537,181	376,078
General fund	370,927	454,823
Building and equipment	333,414	688,542
Medical	106,405	3,903
Ministry support	73,070	188,421
Feeding	37,152	-
Vocational school	28,564	25,075
Development	18,965	-
Scholarships	1,262	174,550
Miscellaneous	15,631	-
	<u>1,522,571</u>	<u>1,911,392</u>
Cash disbursements:		
Building and equipment	452,234	626,043
Schools	402,160	323,782
General operations and administrative	378,494	314,416
Ministry	146,620	177,198
Scholarships	120,202	105,425
Feeding	45,558	-
Medical clinic	43,287	17,592
Vocational school	29,942	26,449
Product	3,685	-
	<u>1,622,182</u>	<u>1,590,905</u>
(Decrease) increase in cash	(99,611)	320,487
Cash, partially restricted, beginning of year	<u>884,751</u>	<u>564,264</u>
Cash, restricted, end of year	<u>\$ 785,140</u>	<u>884,751</u>

See accompanying notes to statements of cash receipts and disbursements.

HAITI OUTREACH MINISTRIES

Notes to Statements of Cash Receipts and Disbursements

December 31, 2014 and 2013

(See Accompanying Review Report
of Batchelor, Tillery & Roberts, LLP)

(1) Organization and Summary of Significant Accounting Policies

(a) Organization

Haiti Outreach Ministries (the “Ministry”), a nonprofit organization, is a faith-based group established in 1989 to advance and promote the Christian faith through the conduct of programs which provide assistance, including but not limited to food, clothing, medical assistance, and educational programs to impoverished and disadvantaged persons in Haiti. These programs are conducted through a separate Haitian entity, Mission Communautaire de l’Eglise Chretienne des Cites.

The Ministry’s primary sources of revenue and support are contributions and sponsorships.

The Ministry relies on labor being provided by volunteers, and as of December 31, 2014 and 2013, the Ministry had no paid employees.

(b) Basis of Accounting

The accompanying financial statement has been prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Under that basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized in the financial statements. The cash basis differs from accounting principles generally accepted in the United States of America primarily because the effects of outstanding receivables and payables at the date of the financial statements are not included in the financial statements.

(c) Cash

Included in cash are checking and interest-bearing savings accounts.

(d) Contributions

The Ministry records contributions as revenue in the period received. Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

HAITI OUTREACH MINISTRIES

Notes to Statements of Cash Receipts and Disbursements, Continued

December 31, 2014 and 2013

(See Accompanying Review Report
of Batchelor, Tillery & Roberts, LLP)

(1) Organization and Summary of Significant Accounting Policies, Continued

(e) Income Taxes

The Ministry is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and applicable state statutes, and accordingly, no income taxes have been provided for the Ministry in the accompanying financial statements. Tax years ended December 31, 2012 through December 31, 2014 remain open for examination by taxing authorities as of the date of this report.

(2) Cash

Cash consists of the following as of December 31:

	<u>2014</u>	<u>2013</u>
Unrestricted - general fund	\$ 118,582	127,292
Temporarily restricted:		
Sponsorship	393,783	360,212
Building and equipment	113,450	250,196
Medical fund	92,840	29,723
Emergency relief	33,147	69,835
Development	18,964	-
Library and computer	12,780	20,066
Feeding	1,594	10,000
Ministry	-	17,427
	<u>666,558</u>	<u>757,459</u>
	\$ <u>785,140</u>	<u>884,751</u>

In the normal course of business, the Ministry may maintain cash in financial institutions in excess of the insured limit of \$250,000. Management of the Ministry believes no significant risk of loss exists with respect to these balances. As of December 31, 2014 and 2013, cash in excess of insured limits totaled \$535,140 and \$424,165, respectively.

(3) Subsequent Events

The date to which events occurring after December 31, 2014, the date of the most recent statements of cash receipts and disbursements, have been evaluated for possible adjustment to the financial statements or disclosure is February 1, 2016, the date statements of cash receipts and disbursements were available to be issued.