

BUDDHIST GLOBAL RELIEF

FINANCIAL STATEMENTS

June 30, 2017 and 2016

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Sawyer, LLC

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Buddhist Global Relief

We have audited the accompanying financial statements of Buddhist Global Relief (a nonprofit organization), which comprise the statements of financial position as of June 30, 2017, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements.

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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Buddhist Global Relief as of June 30, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Report on 2016 Financial Statements

The financial statement of Buddhist Global Relief as of June 30, 2016, were audited by other auditors whose report dated October 31, 2016, expressed an unmodified opinion on those statements.

A handwritten signature in black ink that reads "Sawyer, LLC". The signature is written in a cursive, flowing style.

December 5, 2017

Sawyer, LLC
North Adams, MA

BUDDHIST GLOBAL RELIEF
STATEMENTS OF FINANCIAL POSITION
June 30, 2017 and 2016

ASSETS

	2017	2016
Current assets:		
Cash and cash equivalents	\$ 76,108	\$ 173,354
Accounts receivable, less allowance for doubtful	479	1,098
Prepaid expenses	1,881	-
Total current assets	78,468	174,452
Total assets	\$ 78,468	\$ 174,452

LIABILITIES AND NET ASSETS

Current liabilities:

Grants payable	\$ 82,150	\$ 122,000
Other payable	7,262	2,270
Total liabilities	89,412	124,270

Net assets:

Unrestricted		
Undesignated	(26,344)	35,182
Designated for maintenance reserve	15,000	15,000
Total unrestricted	(11,344)	50,182
Temporarily Restricted Net Assets	400	-
Total net assets	(10,944)	50,182
Total liabilities and net assets	\$ 78,468	\$ 174,452

The accompanying notes are an integral part of these financial statements.

BUDDHIST GLOBAL RELIEF
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
For the years ended June 30, 2017 and 2016

	<u>2017</u>			<u>2016</u>		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE:						
Public Support						
Corporate and Individual Contributions	\$ 543,535	\$ -	\$ 543,535	\$ 429,692	\$ -	\$ 429,692
Foundation Contribution	59,752	1,200	60,952	150,045	-	150,045
Nonprofit Organization Grants	32,697	-	32,697	9,669	-	9,669
	<u>635,984</u>	<u>1,200</u>	<u>637,184</u>	<u>589,406</u>	<u>-</u>	<u>589,406</u>
Investment income						
Interest Income Short-Term Investments	167	-	167	190	-	190
Investments (Loss)	(14)	-	(14)	(308)	-	(308)
	<u>153</u>	<u>-</u>	<u>153</u>	<u>(118)</u>	<u>-</u>	<u>(118)</u>
Total revenue	636,137	1,200	637,337	589,288	-	589,288
Net assets releases from restriction	800	(800)	-	-	-	-
	<u>636,937</u>	<u>400</u>	<u>637,337</u>	<u>589,288</u>	<u>-</u>	<u>589,288</u>
Expenses:						
Program services						
Grants to Other Organizations/Funds	600,668	-	600,668	648,785	-	648,785
Site Inspection Costs	-	-	-	1,000	-	1,000
Total Programs Services	<u>600,668</u>	<u>-</u>	<u>600,668</u>	<u>649,785</u>	<u>-</u>	<u>649,785</u>
Supporting Services						
Management and general	34,606	-	34,606	18,890	-	18,890
Fundraising	63,189	-	63,189	24,983	-	24,983
Total Supporting Services	<u>97,795</u>	<u>-</u>	<u>97,795</u>	<u>43,873</u>	<u>-</u>	<u>43,873</u>
Total expenses	<u>698,463</u>	<u>-</u>	<u>698,463</u>	<u>693,658</u>	<u>-</u>	<u>693,658</u>
Change in net assets	(61,526)	400	(61,126)	(104,370)	-	(104,370)
Net assets, Beginning of year	<u>50,182</u>	<u>-</u>	<u>50,182</u>	<u>154,552</u>	<u>-</u>	<u>154,552</u>
Net assets, End of Year	<u>\$ (11,344)</u>	<u>\$ 400</u>	<u>\$ (10,944)</u>	<u>\$ 50,182</u>	<u>\$ -</u>	<u>\$ 50,182</u>

The accompanying notes are an integral part of these financial statements.

BUDDHIST GLOBAL RELIEF
STATEMENTS OF CASH FLOWS
For the years ended June 30, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities:		
Unrestricted Contributions Received	\$ 637,403	\$ 588,308
Temporarily Restricted Contributions Received	400	-
Grants Paid	(640,518)	(526,785)
Cash paid to Supplies	(94,684)	(43,167)
Net Cash Provided by Operating Activities	<u>(97,399)</u>	<u>18,356</u>
Cash Flows From Investing Activities		
Interest Income - Short- Term Investments	167	190
Investment (Loss) Gain	(14)	(308)
Net Cash (Used in) Provided by Investing Activities	<u>153</u>	<u>(118)</u>
Net (Decrease) Increase in Cash	(97,246)	18,238
Cash - Beginning of Year	<u>173,354</u>	<u>155,116</u>
Cash - End of Year	<u>\$ 76,108</u>	<u>\$ 173,354</u>
Reconciliation of Change in Net Assets to Net Cash Provided by (Used in) Operating Activities:	-	
Change in Net Assets	(61,126)	(104,370)
Adjustments		
(Increase) Decrease Accounts Receivable	619	(1,098)
(Increase) Increase Prepaid Expenses	(1,881)	-
Decrease (Increase) Deposits and Advances	-	3,000
(Decrease) Increase in Grants Payable	(39,850)	122,000
(Decrease) Increase in Other Payable	4,992	(1,294)
Net Cash (Applied to) Provided by Operations	<u>\$ (97,246)</u>	<u>\$ 18,238</u>

The accompanying notes are an integral part of these financial statements.

BUDDHIST GLOBAL RELIEF
STATEMENTS OF FUNCTIONAL EXPENSES
For the years ended June 30, 2017 and 2016

	Program Services	Fundraising	Management and General	Total	Program Services	Fundraising	Management and General	Total
Grants to Other Organizations/Funds	\$ 600,668	\$ -	\$ -	\$ 600,668	\$ 648,785	\$ -	\$ -	\$ 648,785
Site Inspection Costs	-	-	-	-	1,000	-	-	1,000
Salaries	-	14,921	14,921	29,842	-	-	-	-
Professional Fees	-	15,236	11,996	27,232	-	6,807	14,350	21,157
Supplies	-	3,140	192	3,332	-	121	-	121
Registrations and Filings	-	9,187	53	9,240	-	300	228	528
Printing	-	3,545	637	4,182	-	3,977	-	3,977
Postage	-	999	117	1,116	-	830	124	954
Bank Charges and Other Fees	-	4,635	2,516	7,151	-	4,095	390	4,485
Rental Equipment	-	786	-	786	-	1,396	670	2,066
Advertising	-	7,142	-	7,142	-	5,229	-	5,229
Website Development	-	1,718	1,783	3,501	-	993	-	993
Insurance	-	489	893	1,382	-	985	596	1,581
Travel and Meetings	-	1,141	1,498	2,639	-	100	2,532	2,632
Membership Dues	-	250	-	250	-	150	-	150
Total expenses	<u>\$ 600,668</u>	<u>\$ 63,189</u>	<u>\$ 34,606</u>	<u>\$ 698,463</u>	<u>\$ 649,785</u>	<u>\$ 24,983</u>	<u>\$ 18,890</u>	<u>\$ 693,658</u>
Percent of total expense	<u>86.0%</u>	<u>9.0%</u>	<u>5.0%</u>	<u>100.0%</u>	<u>93.7%</u>	<u>3.6%</u>	<u>2.7%</u>	<u>100.0%</u>

The accompanying notes are an integral part of these financial statements.

BUDDHIST GLOBAL RELIEF
NOTES TO FINANCIAL STATEMENTS
June 30, 2017 and 2016

1. NATURE OF ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Organization

Buddhist Global Relief (the “Organization”) was established by American Buddhist Scholar-Monk, Ven. Bhikkhu Bodhi and a group of his students on June 23, 2008, and is primarily engaged in raising funds for food relief and related projects from both private donors and philanthropic organizations. It works in partnership with agencies, institutions, and relief organizations already operating on the ground to provide food relief to victims of natural disaster, violent conflict, and drought. In countries stricken by long-term poverty and underdevelopment, it supports projects aimed at developing better long-term methods of food production and management to ensure its beneficiaries a constant supply of food.

A Summary of the Organization’s significant accounting policies follows:

Classification and Reporting of Net Assets

Under FASB ASC section 958-225-45, “Other Presentation Matters” 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.

In accordance with FASB ASC section 958-605-25, “Accounting for Contributions Received and Contributions Made” contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time or purpose restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets represent the portion of net assets that is neither permanently restricted nor temporarily restricted by donor-imposed stipulations.

Unrestricted net assets are further classified for display purposes as follows:

Undesignated represents the portion of expendable funds that is available for the principal recreational mission of the Organization.

Board designated consists of unrestricted resources which have been segregated by the Board of Trustees for various projects.

Temporarily restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Organization pursuant to those stipulations.

BUDDHIST GLOBAL RELIEF
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Permanently restricted net assets represent contributions and other inflows of assets whose use by the Organization is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled and removed by actions of the Organization pursuant to those stipulations.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts on assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual amounts could differ from those estimates.

Cash and Cash Equivalents

The Organization maintains its cash in bank deposit accounts which, at times may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash and cash equivalents. Cash and cash equivalents include certificates of deposits with a maturity of less than 90 days, deposits in bank accounts, and brokerage money market accounts.

Contribution

Contributions, including unconditional promises to give (i.e., contributions receivable), are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, at the time when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. An allowance for uncollectible contributions receivable is provided based upon management's judgment of potential defaults. The determination includes such factors as prior collection history, type of contribution, and nature of fund raising activity. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues of the temporarily restricted net asset class. A reclassification to unrestricted net assets is made to reflect the expiration of such restrictions.

Contributions of assets other than cash are recorded at their estimated fair value. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues of the unrestricted net asset category.

Prepaid Expenses

It is the Organization's policy to capitalize costs related to future periods and expense these costs in the proper period.

BUDDHIST GLOBAL RELIEF
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Functional Allocation of Expenses

The costs of providing program and support activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated, based upon management's estimates, among the programs and supporting activities benefited.

Advertising Expense

Advertising expenses are used to promote the Organization's ongoing efforts to support projects. Advertising costs are expensed as incurred. Advertising expenses for the years ended June 30, 2017 and 2016 was \$7,142 and \$5,229, respectively.

Donated Services

No amounts have been reflected in the financial statement for donated services. Buddhist Global Relief is an all-volunteer organization and many individuals volunteer their time and perform a variety of tasks that enable Buddhist Global Relief to fulfill its mission. The organization estimates that it received more than 7,500 and 7,500 volunteer hours valued at \$75,000 and \$75,000 in 2017 and 2016, respectively.

Reclassification

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements.

2. CASH AND EQUIVALENTS

At June 30, 2017 and 2016, the carrying amount of the Organization's deposits with financial institutions and depository balance was \$76,108 and \$173,354, respectively. All the depository balances were FDIC insured.

3. CONTRIBUTIONS RECEIVABLE

Contributions receivable as of June 30, 2017 and 2016 are as follows:

	<u>2017</u>	<u>2016</u>
Individual & Business Contribution	\$ 480	\$ 1,098
Less transaction fee	(1)	-
	<u>\$ 479</u>	<u>\$ 1,098</u>

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NOTES TO FINANCIAL STATEMENTS
June 30, 2017 and 2016

4. PREPAID EXPENSES

Prepaid expenses are related to advertising expenses for future periods. As of June 30, 2017 prepaid expenses amount to \$1,881. There were no prepaid expenses for the year ended June 30, 2016

5. BOARD DESIGNATED FUNDS

By voluntary resolution of the Board of Directors, the Organization designated a portion of its unrestricted net assets to Operating Cost Reserve in the amount of \$5,000 and Emergency Relief Reserve in the amount of \$10,000 for 2017 and 2016.

6. TEMPORARILY RESTRICTED NET ASSETS

As of June 30, 2017, the Organization received \$400 of contributions to be used to support Reaching more youth starved for meaning in NYC.

7. TAX EXEMPT STATUS

The Organization is recognized as an organization exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code but can be subject to tax on unrelated trade or business income; accordingly, there is no income tax provision.

The Organization adopted Financial Accounting Standards Board (“FASB”) Accounting Standard Codification 740 effective January 1, 2009. For the years ended June 30, 2016 and 2015, The Organization has determined it did not have a material tax liability for uncertain tax positions.

The 2014, 2015, and 2016 federal Return of Organization Exempt from Income Tax (Form 990) for the Organization is subject to examination by the IRS, generally for three years after they were filed.

8. SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through December 5, 2017, the date the financial statements were issued.