MANNA PROJECT INTERNATIONAL

FINANCIAL STATEMENTS

June 30, 2016

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MANNA PROJECT INTERNATIONAL
Orlando, FL

FINANCIAL STATEMENTS

June 30, 2016

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ZEAL FINANCIAL SERVICES

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INDEPENDENT AUDITOR'S REPORT

To The Board of Directors of Manna Project International
Orlando, Florida

Report on the Financial Statements

We have audited the accompanying financial statements of Manna Project International, which comprise statements of financial position as of June 30, 2016, and the related statements of activities and changes in net assets and cash flows for the year 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 audit. We conducted our audit 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 Manna Project International as of June 30, 2016, 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.

Zeal Financial Services

Zeal Financial Services
Brentwood, Tennessee
September 2, 2016

Manna Project International
Statement of Financial Position
June 30, 2016

Assets

Current Assets		
Cash and Cash Equivalents		
Unrestricted	$111,767	
Donor restricted support	26,143	
Undeposited Funds	5,814	
Accounts Receivable	1,274	
Prepaid Expenses	5,404	
Total Current Assets		$150,402
Fixed Assets, net of accumulated depreciation		39,818
Total Assets		$190,220

Liabilities and Net Assets

Current Liabilities		
Accounts Payable	$148	
Accrued Expenses	689	
Total Current Liabilities		$837
Net Assets		
Unresctricted Net Assets		163,240
Temporarily Restricted		26,143
Total Liabilities and Net Assets		$190,220

See Accompanying Notes to Financial Statements

Manna Project International
Statement of Activities
For Year Ended June 30, 2016

	Unrestricted	Temporarily Restricted	Total
Support and Revenue			
Individual and Corporate Donations	$387,952	$8,361	$396,313
Foundation and Trust Grants	$0	$21,591	$21,591
Grant Income	$0	$98,863	$98,863
In-Kind Contributions	$11,632		$11,632
Program Related Income	$21,587		$21,587
Miscellaneous Income	$2,987		$2,987
Special Events	$2,084		$2,084
Interest Income	$244		$244
Total Support and Revenue	$426,486	$128,815	$555,301
Net Assets Released from Restrictions	$157,892	-$157,892	$0
Expenses			
Program Expenses	$418,977		$418,977
Management and General Expenses	$75,102		$75,102
Fundraising Expenses	$37,248		$37,248
Total Expenses	$531,327	$0	$531,327
Change in Net Assets	$53,051	-$29,077	$23,974
Net Assets, beginning of period	$110,189	$55,220	$165,409
Net Assets, end of period	$163,240	$26,143	$189,383

See Accompanying Notes to Financial Statements

Manna Project International
Statement of Functional Expenses
For Year Ended June 30, 2016

	Program	*Management and General*	*Fund Raising*	*Total*
Salaries and Related Expenses	$108,122	$53,767.70	$33,629	$195,519
Legal		$306.00		$306
Accounting		$4,715.56		$4,716
Publicity & Recruitment	$571	$2,133.43	$1,025	$3,730
Office Expenses	$264	$1,147.90		$1,412
Occupancy	$34,068			$34,068
Depreciation	$4,890			$4,890
Insurance	$14,447	$1,467.96		$15,915
Community Programs	$138,109			$138,109
Donor & Alumni Relations		$1,422.77	$2,593	$4,016
Donation Processing		$6,256.25		$6,256
Training & Development	$25,663	$326.12		$25,989
Organizational Fees		$816.25		$816
Meals & Stipends	$53,587	$533.33		$54,121
Communications	$5,282	$219.29		$5,501
Supplies & Maintenance	$14,220			$14,220
Travel & Transportation	$18,078	$519.93		$18,598
Miscellaneous Expenses	$1,678	$265.25		$1,943
Bank Fees		$1,204.58		$1,205
Total	$418,977	$75,102	$37,248	$531,327

See Accompanying Notes to Financial Statements

Manna Project International
Statement of Cash Flows
For Year Ended June 30, 2016

Cash flows from Operating Activities:		
Change in Net Assets	$23,974	
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	$4,890	
Changes in Operating Assets and Liabilities:		
Undeposited Funds	$382	
Accounts Receivable	$2,311	
Prepaid Expenses	($503)	
Accounts Payable	$148	
Accrued Expenses	$262	
Net Cash from Operating Activities		$31,464
Cash Flows from Investing Activities		
Purchase of Fixed Assets	$0	
Net Cash from Investing Activities		$0
Net Change in Cash		$31,464
Cash, beginning of period		$106,446
Cash, end of period		$137,910
Supplemental Disclosure of Cash Flow Information		
Cash paid during period for:		
Interest		$0

See Accompanying Notes to Financial Statements

NOTE 1 – ORGANIZATION

Manna Project International is a non-profit organization that exists to utilize the passion and energy of young people to empower developing international communities through hands-on learning and service in Nicaragua and Ecuador. The Organization is incorporated under the laws of the State of Tennessee.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Basis of Presentation: The accompanying financial statements are prepared on the accrual basis and conform to accounting principles generally accepted in the United States of America and in accordance with the principles of not-for-profit accounting.

Cash and Cash Equivalents: Cash and cash equivalents include all unrestricted cash on hand and in banks. The Organization also considers all highly liquid investments that are readily convertible to known amounts of cash to be cash equivalents. For the purpose of the statement of cash flows, cash includes cash and cash equivalents with original maturities of 90 days or less.

Fixed Assets: Fixed assets are stated at cost or, if donated, at the estimated fair value at the time of the donation. Depreciation is provided by use of the straight-line method over the estimated useful lives of the assets. Depreciation expense for the year ended June 30, 2016 was $4,890.

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 of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. These estimates and assumptions may change in the near future resulting in different actual results.

Income Taxes: The Organization is a not-for-profit corporation as described in Section 501(c) (3) of the Internal Revenue Code and is exempt from federal income taxes pursuant to Section 501(a) of the Internal Revenue Code.

Allocation of Functional Expenses: Expenses that can be directly attributed to a particular function are charged to that function. Certain costs have been allocated among more than one program or activity based on objectively evaluated financial and nonfinancial data or reasonable subjective methods determined by management.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions: 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 and permanently restricted) based upon the existence or absence of donor-imposed restrictions.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as an increase in temporarily restricted or permanently restricted support depending on the nature of the restriction. When a restriction is fulfilled (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted and reported in the statement of activities as net assets released in satisfaction of program restrictions. However, if a restriction is fulfilled in the same time period in which the contribution is received, the support is reported as unrestricted.

Donated Services: Donated services are reflected as contributions based on their estimated fair value at the date of receipt. Additionally, contributions of service are recognized if they create or enhance nonfinancial assets or the donated service requires specialized skills, was performed by a donor who possesses such skills, and would have been purchased if not donated. A number of unpaid officers, members of the Board of Directors, and other volunteers have made significant contributions of their time to assist in implementing various programs. The value of contributed time is not reflected in these financial statements since it is not susceptible to objective measurement or valuation.

Allowance for Uncollectible Amounts: The allowance for doubtful amounts is determined by management based on specific donor circumstances, and general economic conditions. Periodically, management reviews receivables and adjusts the allowance based on current circumstances and charges off uncollectible receivables when all attempts to collect have failed. Management has determined that no allowance is necessary at June 30, 2016.

Subsequent Events: Subsequent events have been updated through September 2, 2016, the date the financial statements were available to be issued.

NOTE 3 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for future program expenses.

Net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restriction specified by the donors for program expenses.