

LAY MISSION-HELPERS ASSOCIATION
(a California Nonprofit Corporation)
Financial Statements
and Independent Auditors' Report

December 31, 2014 and 2013

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

December 31, 2014 and 2013

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Independent Auditors' Report

To the Board of Directors
of Lay Mission-Helpers Association:

We have audited the accompanying financial statements of Lay Mission-Helpers Association (a California Nonprofit Corporation), which comprise the statements of financial position as of December 31, 2014 and 2013, and the related statements of activities and changes in net assets, functional expenses 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.

Auditors' 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 Lay Mission-Helpers Association as of December 31, 2014 and 2013, 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.

Lucas, Carrigan, McCormick + Teasdale LLP

Woodland Hills, California

July 28, 2015

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Statements of Financial Position

As of December 31, 2014 and 2013

	<u>2014</u>	<u>2013</u>
Assets		
Current assets:		
Cash	\$ 693,077	\$ 188,079
Other assets:		
Investments	762,858	534,122
Furniture and equipment, net	<u>3,817</u>	<u>4,485</u>
Total other assets	<u>766,675</u>	<u>538,607</u>
Total assets	<u>\$ 1,459,752</u>	<u>\$ 726,686</u>
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and other accrued expenses	\$ 40,104	\$ 32,581
Commitments		
Net assets:		
Unrestricted	<u>1,419,648</u>	<u>694,105</u>
Total liabilities and net assets	<u>\$ 1,459,752</u>	<u>\$ 726,686</u>

See independent auditors' report and accompanying notes.

LAY MISSION-HELPERS ASSOCIATION
(a California Nonprofit Corporation)
Statements of Activities and Changes in Net Assets
For the Years Ended December 31, 2014 and 2013

	2014	2013
Changes in unrestricted net assets:		
Revenues and gains:		
Contributions	\$ 390,080	\$ 422,989
Program service fees	-	20,000
Legal settlement income	869,024	-
Investment income	9,942	7,048
Net realized and unrealized gain on investments	28,795	55,138
Total unrestricted revenues, gains, and net assets released from restrictions	1,297,841	505,175
Functional expenses:		
Program services	206,299	243,656
Management and general	330,646	82,895
Fundraising	35,353	72,509
Total functional expenses	572,298	399,060
Change in unrestricted net assets	725,543	106,115
Change in net assets	725,543	106,115
Net assets at the beginning of the year	694,105	587,990
Net assets at the end of the year	\$ 1,419,648	\$ 694,105

See independent auditors' report and accompanying notes.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Statement of Functional Expenses

For the Year Ended December 31, 2014

<u>Account</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Expenses</u>
Advertising	\$ -	\$ 450	\$ 605	\$ 1,055
Conferences	-	-	-	-
Consultant expense	-	-	16,576	16,576
Equipment rental and maintenance	3,464	1,732	1,733	6,929
Fundraising expense	-	-	4,724	4,724
Insurance expense	-	7,301	-	7,301
Misappropriation of assets	-	136,718	-	136,718
Mission house expense	29,697	-	-	29,697
Office expense	1,263	5,126	383	6,772
Postage	5,063	462	2,532	8,057
Printing	1,489	-	1,937	3,426
Professional fees	-	105,670	-	105,670
Program recruitment	20,189	-	-	20,189
Program services	70,711	-	-	70,711
Rent, net of reimbursements	3,512	1,756	1,756	7,024
Salaries, payroll taxes, and employee benefits	62,336	64,555	-	126,891
Telephone	6,882	3,440	3,441	13,763
Travel	1,693	3,436	1,666	6,795
Total expenses	<u>\$ 206,299</u>	<u>\$ 330,646</u>	<u>\$ 35,353</u>	<u>\$ 572,298</u>

See independent auditors' report and accompanying notes.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Statement of Functional Expenses

For the Year Ended December 31, 2013

Account	Program Services	Management and General	Fundraising	Total Expenses
Advertising	\$ -	\$ -	\$ 5,930	\$ 5,930
Conferences	-	-	1,055	1,055
Consultant expense	5,417	16,315	33,750	55,482
Equipment rental and maintenance	3,225	1,612	1,612	6,449
Fundraising expenses	-	-	17,957	17,957
Insurance expense	-	3,604	-	3,604
Misappropriation of assets	-	41,224	-	41,224
Mission house expenses	31,782	-	-	31,782
Office expense	1,294	4,366	274	5,934
Postage	2,888	1,444	1,444	5,776
Printing	-	-	2,040	2,040
Professional fees	-	4,610	-	4,610
Program recruitment	9,114	-	-	9,114
Program services	108,937	-	-	108,937
Rent, net of reimbursements	3,573	1,786	1,786	7,145
Salaries, payroll taxes, and employee benefits	72,359	4,127	4,127	80,613
Telephone	3,412	1,706	1,706	6,824
Travel	1,655	2,101	828	4,584
Total expenses	<u>\$ 243,656</u>	<u>\$ 82,895</u>	<u>\$ 72,509</u>	<u>\$ 399,060</u>

See independent auditors' report and accompanying notes.

LAY MISSION-HELPERS ASSOCIATION
(a California Nonprofit Corporation)
Statements of Cash Flows
For the Years Ended December 31, 2014 and 2013

	2014	2013
Cash flows from operating activities:		
Change in net assets	\$ 725,543	\$ 106,115
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Contribution of furniture	-	(4,485)
Depreciation	668	-
Net realized and unrealized gains on investments	(28,795)	(55,138)
Change in operating assets and liabilities		
Accounts payable and other accrued expenses	7,523	704
Net cash provided by operating activities	704,939	47,196
Cash flows from investing activities:		
Proceeds from sale of investments	185,001	85,000
Purchases of investments	(384,942)	(7,049)
Net cash (used in)/provided by investing activities	(199,941)	77,951
Net change in cash and cash equivalents	504,998	125,147
Cash and cash equivalents at the beginning of the year	188,079	62,932
Cash and cash equivalents at the end of the year	\$ 693,077	\$ 188,079

See independent auditors' report and accompanying notes.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 1 – ORGANIZATION

Lay Mission-Helpers Association (the Organization), a California Nonprofit Corporation, was incorporated in 2003. The Organization recruits, trains and supports lay people to serve in mission dioceses around the world (the Program). Training includes four months of community living, participative learning, and prayer at the Mission House in Los Angeles, California. The Program includes language training and support while overseas. The Organization's mission is supported by contributions from individual donors, program service fees, and investment income.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

Revenues, gains, expenses, and losses are classified based on the existence or absence of donor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

Unrestricted Net Assets – Net assets that are not subject to donor-imposed stipulations and that may be expendable for any purpose in performing the primary objectives of the Organization.

Temporarily Restricted Net Assets – Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time. As the restrictions are satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the accompanying financial statements as net assets released from restrictions.

Permanently Restricted Net Assets – Net assets that are permanently restricted by donors for investment in perpetuity. Generally, the donors of these assets permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

Cash and Cash Equivalents

The Organization considers cash equivalents to be all cash balances, money market funds, and highly liquid investments with an original maturity of three months or less.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Investments

The Organization accounts for investments in accordance with Financial Accounting Standards Board Accounting Standards Codification Topic 958-320 *Not-for-Profit Entities: Investments – Debt and Equity Securities* (ASC 958-320). ASC 958-320 requires that investments in debt and equity securities with readily determinable fair values be reported at fair market value in the statement of financial position.

Sales and purchases of securities are recorded on trade date, which results in receivables and payables on trades that have not yet settled at the financial statement date. Interest income is recorded as earned on an accrual basis, and dividend income is recorded based upon the ex-dividend date. Realized gains and losses are calculated based upon the underlying cost of the securities traded. Unrealized gains and losses are included in the statement of activities and changes in net assets and represent the difference between the cost and current market quotations of investments held at the end of the fiscal year.

Investments in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Such volatility arises from political risk, country risk, legal risk, currency risk, inflation risk, central bank policy risk, fluctuations in the general economic environment both in the US and in other countries and many other investment risks. Due to the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the financial statements.

The Organization works with its investment management firm to mitigate these risks via use of “Modern Portfolio Theory” and keeping a diversified portfolio through its pooled accounts that includes domestic stocks using multiple investment methods (passive, quantitative growth style, quantitative value style, fundamental growth style, fundamental value style) across three major size categories (small capitalization, middle capitalization and large capitalization) as well as international stocks (fundamental active value style and fundamental active growth style) and use of many fixed income investments (including asset-backed bonds, mortgage-backed bonds, bonds issued by the US Treasury, bonds issued by agencies of the US government, bonds issued by US corporations and bonds backed by commercial mortgages).

It is also noteworthy that the Organization, through its pooled investments, works through its asset manager to actively engage with many of the companies in which it invests so that the Organization can further its mission through the investment process. Through this ‘active ownership’ process, the Organization’s investment assets are used to help fight against human trafficking, modern day slavery, the degradation of the environment as well as works toward more equitable workplaces and other social goals of the Church globally.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Annuity

During 2005, a donor made a charitable gift annuity of \$10,000 to the National Catholic Community Foundation to benefit the Organization. During 2012, the Organization recorded a 100% allowance of \$5,783 to reduce the value of the annuity to zero as the likelihood of receiving funds based on the terms of the annuity was minimal. As of December 31, 2014 and 2013, the annuity remains on the books with a 100% allowance.

Fair Value of Financial Instruments

The Organization's statements of financial position include the following financial instruments: cash, investments, and accounts payable. Investments are stated at fair value. The Organization considers the carrying amounts of the other assets and liabilities noted herein to approximate their fair value because of the relatively short period of time between origination of the instrument and its expected realization.

Furniture and Equipment

Furniture and equipment are stated at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets. Expenditures for major renewals and improvements that extend the useful lives of the furniture and equipment are capitalized. Expenditures for repairs and maintenance are charged to expense as incurred.

Contributions

The Organization recognizes the full amount of contributions and grants received in the period that they were made as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions.

The Organization reports gifts of cash and other assets as temporarily restricted if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, or a stipulated time restriction ends, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Organization records donor restricted contributions whose restrictions are met in the same reporting period as unrestricted support.

Donated Services

The Organization receives a significant amount of donated services from unpaid volunteers and board members who assist in fundraising and special projects. The financial statements do not reflect the value of these contributed services because they do not meet the revenue recognition criteria.

LAY MISSION-HELPERS ASSOCIATION
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Notes to Financial Statements
December 31, 2014 and 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Services (Continued)

In connection with the Program, consultants have provided none and 186 hours of training to participants in return for stipends of none and \$16,593 as of December 31, 2014 and 2013, respectively. The fair market value of the services has not been recognized as it is currently impractical for the Organization to estimate the value of the services provided.

Functional Allocation of Expenses

Expenses that can be identified with a specific program or supporting service are charged directly to the related program or supporting service. Expenses that are associated with more than one program or supporting service are allocated based on an evaluation by management.

Misappropriation of Assets

On April 28, 2014, the Organization's Executive Director identified irregularities while reviewing supporting documentation for an expense reimbursement requested by Charles Sebesta (Sebesta), the Fund Development Consultant for the Organization. An internal investigation revealed information that pointed to the suspicion that Sebesta and his assistant, Christine Rowe (Rowe) had misappropriated \$177,942 from October 2013 to April 2014, by diverting funds payable to vendors. Therefore, as of December 31, 2014 and 2013, the Organization has recorded misappropriation expense of \$136,718 in 2014 and \$41,224 for 2013.

The results of the internal investigation were given to the Los Angeles Police Department and Sebesta and Rowe were arrested in May 2014, and were charged by the District Attorney's Office with grand theft. This criminal case is outstanding as of the report date.

The Organization filed a civil lawsuit on June 27, 2014. A Settlement Agreement was executed on September 8, 2014 in favor of the Organization providing for the recovery of damages, including costs in the amount of \$869,024. This amount was received in 2014 and recorded as legal settlement income in the accompanying statements of activities and changes in net assets.

Income Taxes

The Organization is a nonprofit corporation that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and the corresponding California Revenue and Taxation statute. Accordingly, no provision for income taxes is included in the accompanying financial statements.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Income Taxes (Continued)

The Organization follows ASC 740, *Accounting for Income Taxes* (ASC 740), which provides detailed guidance for the financial statement recognition, measurement, and disclosure of uncertain tax positions recognized in an enterprise's financial statements. Specifically, ASC 740-10-25 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a tax position taken or expected to be taken in a tax return. It also provides guidance on derecognition, classification, interest and penalties, accounting in interim periods, disclosure, and transition. The application of ASC 740-10-25 did not have a material impact on the Organization's financial statements for the years ending December 31, 2014 and 2013.

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 (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2014 and 2013, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) 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 period in progress. Management believes it is no longer subject to income tax examinations for years prior to 2012.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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. Actual results could differ from those estimates.

NOTE 3 – INVESTMENTS

At December 31, 2014 and 2013 investments at fair value consist of equity securities. Investment income earned for the years ended December 31, 2014 and 2013, is as follows:

	2014	2013
Realized and unrealized gains on investments	\$ 28,795	\$ 55,138
Interest and dividends	9,942	7,048
	<u>\$ 38,737</u>	<u>\$ 62,186</u>

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 4 – FAIR VALUE MEASUREMENTS

The Organization has adopted ASC 820-10, *Fair Value Measurements and Disclosure* (ASC 820-10), which provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements).

The three levels of inputs that may be used to measure fair value under ASC 820-10 are described below:

Level 1 — Quoted prices in active markets for identical assets or liabilities.

Level 2 — Observable inputs based on quoted prices in non-active markets or in active markets for similar assets and liabilities. Inputs other than quoted prices that are observable or inputs that are not directly, but are corroborated by observable market data. The Organization's level 2 investments are measured using a Net Asset Value (NAV) per share, or its equivalent, that may be redeemed at the NAV at the date of the statements of financial position or in the near term, which is generally considered to be within 90 days.

Level 3 — Unobservable inputs that are supported by little or no market activity and that are significant to the measurements of the assets or liabilities. The Organization did not have any investments that are categorized as Level 3 as of December 31, 2014 and 2013.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

The estimated fair values of the registered trust funds are based on valuations provided by the custodian and record keeper of the funds. The Organization reviews and evaluates the NAV provided and assesses the methods and assumptions used in determining the fair value of their investments. A third party investment advisor has been engaged to monitor and evaluate the fair value calculations of the registered trust funds.

Because these investments are not readily marketable, their estimated value is subject to uncertainty and therefore may differ from the value that would have been used had a ready market for such investments existed. Such difference could be material.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 4 – FAIR VALUE MEASUREMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Organization’s assets at fair value at December 31, 2014:

Investment Category	Year Ended December 31, 2014	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>Mutual Funds:</u>				
Short Bond Fund	\$ 211,498	\$ -	\$ 211,498	\$ -
Balanced Fund	551,360	-	551,360	-
Total	<u>\$ 762,858</u>	<u>\$ -</u>	<u>\$ 762,858</u>	<u>\$ -</u>

The following table sets forth by level, within the fair value hierarchy, the Organization’s assets at fair value at December 31, 2013:

Investment Category	Year Ended December 31, 2013	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>Mutual Funds:</u>				
Short Bond Fund	\$ 325,489	\$ -	\$ 325,489	\$ -
Balanced Fund	208,633	-	208,633	-
Total	<u>\$ 534,122</u>	<u>\$ -</u>	<u>\$ 534,122</u>	<u>\$ -</u>

NOTE 5 – FURNITURE AND EQUIPMENT

Furniture and equipment at December 31, 2014 and 2013 was \$3,817 and \$4,485, respectively, net of accumulated depreciation of \$668 and none, respectively.

LAY MISSION-HELPERS ASSOCIATION

(a California Nonprofit Corporation)

Notes to Financial Statements

December 31, 2014 and 2013

NOTE 6 – COMMITMENTS

Operating Leases

The Organization leases office space in Los Angeles, California under an operating lease which expires March 31, 2017. Office rent expense for the years ended December 31, 2014 and 2013, was \$23,642 and \$22,270, respectively.

The Organization leases the Mission House in Los Angeles, California under an operating lease which expires September 30, 2020. Mission House rent expense for the years ended December 31, 2014 and 2013, was \$21,400 and \$20,200, respectively. In addition, the Organization receives partial rent reimbursements from a related party based on a shared services agreement. Total office space and Mission House rent reimbursements received during the years ended December 31, 2014 and 2013 were \$22,618 and \$21,355, respectively (see Note 8).

Future minimum lease payments and rent reimbursements under non-cancelable leases are as follows:

Year ended December 31,	Leases	Reimbursements	Net Lease Payments
2015	\$ 45,773	\$ (26,675)	\$ 19,098
2016	47,208	(28,200)	19,008
2017	30,820	(16,425)	14,395
2018	26,100	(12,900)	13,200
2019	27,300	(13,500)	13,800
Thereafter	21,150	(10,575)	10,575
	<u>\$ 198,351</u>	<u>\$ (108,275)</u>	<u>\$ 90,076</u>

Missionary Liabilities

As of December 31, 2014 and 2013, the Organization had financial commitments to various missionaries in the field. Future costs include a monthly stipend, vacation, travel, resettlement, airfare, and insurance costs, and will be paid when the missionaries return from their missions.

The following is the estimated commitment for all missionaries as of December 31, 2014:

Year ending December 31,	
2015	\$ 14,940
2016	39,140
2017	18,040
2018	29,440
	<u>\$ 101,560</u>

LAY MISSION-HELPERS ASSOCIATION

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Notes to Financial Statements

December 31, 2014 and 2013

NOTE 7 – CONCENTRATION OF RISK AND MAJOR DONOR

The Organization maintains its cash and investments accounts with various major commercial banks and financial institutions. From time to time, balances in the Organization's accounts exceed federally insured limits. The risk is managed by maintaining all deposits in high quality financial institutions. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk for cash and cash equivalents or investments.

During 2014, the Organization received donations from two donors totaling \$175,422, which is approximately 45% of total contribution revenue for 2014. During 2013, the Organization received donations from one donor totaling \$118,458, which is approximately 28% of total contribution revenue for 2013.

NOTE 8 – RELATED PARTY TRANSACTIONS

The Organization shares office space, equipment, personnel, and other services with another nonprofit organization, Mission Doctors Association (MDA). Effective August 2013, the Organization formalized this arrangement by entering into a shared services agreement with MDA. Although MDA has a separate governing board, the Organizations do share significant personnel, including an Executive Director. MDA has a common mission and pays program service fees to the Organization so their missionary candidates can participate in the Organization's formation program for overseas training.

Both the Organization and MDA provide an invoice to the other on a monthly basis for shared service expenses incurred based on the agreement. During 2014, MDA reimbursed the Organization \$30,031 for personnel and related expenses, \$24,698 for rent, and \$15,041 for miscellaneous expenses. During 2013, MDA reimbursed the Organization \$17,812 for personnel and related expenses and \$21,355 for rent.

During 2014, the Organization reimbursed the MDA \$57,581 for personnel and related expenses and \$12,276 for miscellaneous expenses. During 2013, the Organization reimbursed MDA \$16,507 for personnel and related expenses.

NOTE 9 – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through July 28, 2015 (the date the financial statements were available to be issued) and determined that no subsequent events have occurred that would require recognition in the financial statements or disclosure in the notes to the financial statements.