

**ImaBridge Africa**  
**(A Nonprofit Corporation)**  
**Financial Statements**  
**Year Ended December 31, 2020**

**ImaBridge Africa**  
**(A Nonprofit Corporation)**  
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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
ImaBridge Africa

We have audited the accompanying financial statements of ImaBridge Africa (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets - cash basis as of December 31, 2020, and the related statement of revenue, expenses, and other changes in net assets - cash basis, functional expenses - cash basis, and cash flows - cash basis 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 the cash basis of accounting as described in Note 2; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the 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.

### **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 assets, liabilities, and net assets of ImaBridge Africa as of December 31, 2020, and its support, revenue, and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 2.

## **Basis of Accounting**

We draw attention to Note 2 of the financial statements, which describes the basis of accounting. The financial statements are 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. Our opinion is not modified with respect to this matter.

A handwritten signature in cursive script that reads "Miller Verchota, Inc.".

**Miller Verchota, Inc.**

*Certified Public Accountants*

Crystal Lake, Illinois

May 24, 2021

**ImaBridge Africa**  
**Statement of Assets, Liabilities, and Net Assets - Cash Basis**  
**December 31, 2020**

**ASSETS**

**Current Assets**

Cash and cash equivalents	\$ 137,178
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Total Assets	<u>\$ 137,178</u>
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**LIABILITIES AND NET ASSETS**

**Current Liabilities**

Credit card	\$ 3,418
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**Net Assets**

Net assets without donor restrictions	<u>133,760</u>
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Total Liabilities and Net Assets	<u>\$ 137,178</u>
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**ImaBridge Africa**  
**Statement of Revenues, Expenses,**  
**and Other Changes in Net Assets - Cash Basis**  
**Year Ended December 31, 2020**

<b>Revenues</b>	
Contributions	\$553,780
Fundraising	<u>25,875</u>
Total Revenues	579,655
<b>Expenses</b>	
Program services	424,559
Fundraising	5,230
Management and general	<u>5,850</u>
Total Expenses	<u>435,639</u>
<b>Change in Net Assets</b>	144,016
<b>Net Assets Without Donor Restrictions, Beginning of Year</b>	<u>(10,256)</u>
<b>Net Assets Without Donor Restrictions, End of Year</b>	<u><u>\$133,760</u></u>

**ImaBridge Africa**  
**Statement of Functional Expenses - Cash Basis**  
**Year Ended December 31, 2020**

	<b>Program Services</b>	<b>Fundraising</b>	<b>Management and General</b>	<b>Total</b>
Hospital	\$ 296,450	\$ -	\$ -	\$296,450
Hospital containers and equipment	75,000	-	-	75,000
Medical mission	13,565	-	-	13,565
Support for salaries	11,650	-	-	11,650
Purchase of land	10,000	-	-	10,000
Repairs and maintenance	5,124	-	-	5,124
Water	4,400	-	-	4,400
Hospital supplies	4,000	-	-	4,000
Fundraising	-	2,675	-	2,675
Advertising	-	2,555	-	2,555
Donated food	2,000	-	-	2,000
Professional fees	-	-	1,375	1,375
Insurance	-	-	1,154	1,154
Postage, shipping and delivery	820	-	275	1,095
Office	-	-	1,005	1,005
Tuition expenses	1,000	-	-	1,000
Dues and subscriptions	-	-	675	675
Bank charges	-	-	605	605
Travel	-	-	531	531
Rent	250	-	92	342
Microfinance	300	-	-	300
Printing	-	-	95	95
Interest expense	-	-	43	43
<b>Total Expenses</b>	<b>\$ 424,559</b>	<b>\$ 5,230</b>	<b>\$ 5,850</b>	<b>\$435,639</b>

**ImaBridge Africa**  
**Statement of Cash Flows - Cash Basis**  
**Year Ended December 31, 2020**

<b>Cash flows from operating activities</b>	
Change in net assets	\$ 144,016
Adjustments to reconcile changes in net assets to net cash provided by operating activities	
Increase/(decrease) in liabilities:	
Credit card	3,418
Due to related party	<u>(16,000)</u>
<b>Net cash flows provided by operating activities</b>	<u>131,434</u>
<b>Net increase in cash and cash equivalents</b>	131,434
<b>Cash and cash equivalents, beginning of year</b>	<u>5,744</u>
<b>Cash and cash equivalents, end of year</b>	<u><u>\$ 137,178</u></u>
<b>Supplemental disclosure of cash flow information:</b>	
Cash paid for interest	\$ 43
Cash paid for income taxes	-



**ImaBridge Africa**  
**Notes to the Financial Statements**  
**For the Year ended December 31, 2020**

**1. Organization and Nature of Activities**

ImaBridge Africa (the Organization) is a faith-based charity dedicated to building transformational relationships between people from dissimilar communities, the privileged and the underprivileged. They are called to aid the African rural poor in developing skills, knowledge, attitudes and experience for self-reliance and the capacity to work together to solve their leading problems. Areas of focus for the Organization are healthcare, education, provision for clean water and microfinance. The Organization grants funds to and works with ImaBridge Development Foundation International, a non-governmental organization registered as a legal entity in Nigeria, to accomplish goals related to the areas of focus.

ImaBridge Africa is a nonprofit corporation, formed in 2008. The Organization's primary sources of revenue are contributions and proceeds from fundraising.

**2. Summary of Significant Accounting Policies**

Basis of Accounting and Revenue Recognition

The financial statements have been prepared on the cash basis of accounting and are not intended to be presented in conformity with accounting principles generally accepted in the United States of America. Accordingly, revenues are recognized when cash is received and expenditures are recognized upon the disbursement of cash.

Classification of Net Assets

The Organization reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

*Net assets without donor restrictions* – Net assets that are not subject to or are no longer subject to donor-imposed stipulations. These amounts are currently available for operational use. The net assets may be designated for specific purposes by action of the board of directors.

*Net assets with donor restrictions* – Net assets whose use is limited by donor-imposed time and/or purpose restrictions. As of December 31, 2020, there were no restrictions on net assets.

Revenues are reported as increases in net assets without donor restriction unless use of the related assets is limited by donor-imposed restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of revenues, expenses, and changes in net assets – cash basis. If a restriction is fulfilled in the same time period in which the contribution is received, the Organization reports the support as net assets without donor restrictions. Expenses are reported as decreases in net assets without donor restrictions.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash held in one checking account.

**ImaBridge Africa**  
**Notes to the Financial Statements**  
**For the Year ended December 31, 2020**

**2. Summary of Significant Accounting Policies (continued)**

Concentrations of Credit Risk

The Organization's cash balances are maintained in financial institutions insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2020, the amount was within FDIC insured limits.

Donated Services

A significant amount of donated services from unpaid volunteers is contributed to the Organization to support the Organization's program and supporting services. These volunteer activities include participation on the board of directors. The value of these services has not been included in the financial statements.

Estimates

The preparation of financial statements in conformity with the cash basis of accounting, described earlier in this note, requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Fair Value Measurements

Unless otherwise indicated, the fair values of all reported assets and liabilities that are financial instruments approximate the carrying values of such amounts.

Functional Allocation of Expenses

The costs of providing the program and other activities have been summarized on a functional basis in the statement of functional expenses – cash basis. Expenses are charged directly to program services, fundraising or management and general.

Advertising

Advertising costs are expensed when paid. Advertising expense for the year ended December 31, 2020 is \$2,555.

Income Taxes

The Organization is a not-for-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in these financial statements.

The most significant tax positions of the Organization are its assertion that it is exempt from income taxes and its determination of whether any amounts are subject to unrelated business income tax (UBIT). All significant tax positions have been considered by management. It has been determined that it is more likely than not that all tax positions would be sustained upon examination by taxing authorities. The Organization's Forms 990 are subject to examination by the Internal Revenue Service for three years after the returns are filed.

**ImaBridge Africa**  
**Notes to the Financial Statements**  
**For the Year ended December 31, 2020**

**3. Liquidity and Availability of Financial Assets**

The Organization monitors its liquidity so it is able to meet its operating needs. The Organization has an unrestricted cash balance of \$137,178 as of December 31, 2020 that is available for general use to meet its obligations within one year. In addition to unrestricted cash available to meet general expenditures over the year, the Organization anticipates covering its general expenditures with contributions and fundraising events.

**4. Concentration of Risk**

The Organization supports initiatives in Nigeria. It is reasonably possible that operations could be disrupted in the near term.

**5. Related Party Transactions**

The Organization received cash contributions from board members and related parties in the amount of \$12,912 for the year ended December 31, 2020. The Organization paid a related party for accounting services of \$1,375 for the year ended December 31, 2020. As of December 31, 2020, \$3,418 was due to a related party for expense reimbursement and is classified as credit card in the statement of assets, liabilities, and net assets – cash basis.

**6. Subsequent Events**

Management has evaluated subsequent events through May 24, 2021, the date which the financial statements were available for issue and has determined that there are no additional adjustments required.