

**HOPE BEYOND BRIDGES**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED DECEMBER 31, 2018**

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## Calvin K. Tang CPA

### INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors and Management  
Hope Beyond Bridges

I have compiled the accompanying financial statements of Hope Beyond Bridges (a non-profit organization), which comprise the statement of financial position as of DECEMBER 31, 2018, and the related statements of activities and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.



Calvin K. Tang CPA

Spring, Texas  
April 8, 2018

**HOPE BEYOND BRIDGES**  
**STATEMENT OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2018**

| <b>ASSETS</b>                           |                  |
|---|------------------|
| <b>Current Assets</b>                   |                  |
| Cash                                    | \$ 78,814        |
| Other Receivables                       | -                |
| Total Current Assets                    | 78,814           |
| <b>Long-term Assets</b>                 |                  |
| Properties, Plants, and Equipment (net) | 10,167           |
| Total Long-term Assets                  | 10,167           |
| <b>Other Assets</b>                     |                  |
|   | -                |
| <b>Total Assets</b>                     | <b>\$ 88,981</b> |
| <b>LIABILITIES AND NET ASSETS</b>       |                  |
| <b>Current Liabilities</b>              |                  |
| Account Payables                        | \$ 6,326         |
| Other Payables                          | 147              |
| Total Current Liabilities               | 6,473            |
| <b>Long-term Liabilities</b>            |                  |
|   | -                |
| Total Liabilities                       | 6,473            |
| <b>Net Assets</b>                       |                  |
| Net Assets, Unrestricted                | 78,790           |
| Net Assets, Restricted                  | 3,718            |
| Total Ending Net Assets                 | 82,508           |
| <b>Total Liabilities and Net Assets</b> | <b>\$ 88,981</b> |

HOPE BEYOND BRIDGES

STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2018

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|  |           |               |
|--|-----------|---------------|
| <b>Revenue</b>                                   |           |               |
| Contributions & Donations                        | \$        | 126,350       |
| Events   |           | 65,551        |
| Others   |           | 2             |
|  |           | <hr/>         |
| Total Revenue                                    |           | 191,903       |
| <b>Expenses</b>                                  |           |               |
| Events   |           | 40,418        |
| Programs   |           | 120,057       |
| Administrative Expense                           |           | 11,407        |
|  |           | <hr/>         |
| Total Expense                                    |           | 171,881       |
|  |           | <hr/>         |
| <b>Change in Net Assets, Increase (Decrease)</b> | <b>\$</b> | <b>20,022</b> |

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HOPE BEYOND BRIDGES

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2018

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|   |                                |
|---|--------------------------------|
| <b>Cash Flows from Operating Activities</b>   |                                |
| Change in net assets  | \$ 20,022                      |
| Adjustments to reconcile change in net assets to<br>net cash from operating activities: |                                |
| Depreciation  | 5,745                          |
| Changes in operating assets and liabilities   | 2,485                          |
| Total Adjustments   | <u>8,231</u>                   |
| Net Cash Provided (Used) by Operating Activities  | <u>28,253</u>                  |
| Net Increase (Decrease) in Cash   | 28,253                         |
| Cash, Beginning of Year   | 50,561                         |
| <b>Cash, End of Year</b>  | <b><u><u>\$ 78,814</u></u></b> |

## NOTES TO FINANCIAL STATEMENTS

### NOTE A – NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Nature of Activities

Hope Beyond Bridges (HBB), a 501(c)(3) non-profit organization, provides meals and hygiene items for the homeless in Houston, Texas. Its mission is to bring hope to the homeless through developing lasting relationships and sharing the grace and love of Jesus Christ. HBB is supported primarily through donor contributions and fundraising activities.

#### Promises to Give

Contributions are recognized when the donor makes a promise to give to HBB that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in restricted net assets. When a restriction expires, restricted net assets are reclassified to unrestricted net assets.

#### Contributed Services

During the years ended December 31, 2018, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist HBB in preparing meals and the distribution of meals and hygiene items. HBB receives more than 4,000 volunteer hours per year.

#### Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### Property and Equipment

HBB capitalizes all property and equipment purchased or donated with a cost of \$5,000 or more. Property and equipment are depreciated using the straight-line method.

## NOTES TO FINANCIAL STATEMENTS – continued

### Financial Statement Presentation

Under Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations, HBB is required to report information regarding its financial position and activities according to two classes of net assets: unrestricted net assets and restricted net assets.

### Contributions

Under SFAS No. 116, Accounting for Contributions Received and Contributions Made, contributions received are recorded as unrestricted or restricted net assets depending on the absence or existence and nature of any donor restrictions.

### Income Taxes

HBB is a not-for-profit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and classified by the Internal Revenue Service as other than a private foundation.

### Investments

Under SFAS No. 124, Accounting for Certain Investments Held by Not-for-Profit Organizations, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized.

### Cash and Cash Equivalents

For purposes of the statements of cash flows, HBB considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

## NOTE B – RESTRICTIONS ON NET ASSETS

Substantially all of the restrictions on net assets at the end of 2018 related to funds raised to provide meals and hygiene items to people displaced by Hurricane Harvey.

NOTES TO FINANCIAL STATEMENTS – continued

NOTE C – PROMISES TO GIVE

For the year ending December 31, 2018, HBB has no unconditional or conditional promises to give.

NOTE D – INVESTMENTS

For the year ending December 31, 2018, HBB has no investment.

NOTE E – PROPERTY AND EQUIPMENT

Property and equipment consist of the following:

|                          |                 |
|--------------------------|-----------------|
|                          | <u>2018</u>     |
| Vehicles                 | \$ 40,217       |
| Accumulated depreciation | <u>(30,050)</u> |
|                          | \$ 10,167       |

NOTE F – LONG TERM DEBT

For the year ending December 31, 2018, HBB has no long term debt.