

Bibles For China, Inc.
Financial Statements
And
Independent Accountants'
Compilation Report
December 31, 2021



BRYAN, LITTLE, HALEY & KENT_{p.c.}
Certified Public Accountants

Board of Directors
Bibles For China, Inc.

Management is responsible for the accompanying financial statements of Bibles For China, Inc. (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets – modified cash basis as of December 31, 2021 and the related statement of revenue, expenses and changes in net assets – modified cash basis, functional expenses – modified cash basis and cash flows – modified cash basis for the year then ended, and the related notes to the financial statements in accordance with the modified cash basis of accounting, and for determining that the modified cash basis of accounting is an acceptable financial reporting framework. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AIPCA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared in accordance with the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Bryan, Little, Haley & Kent PC

Bartlesville, Oklahoma
July 7, 2022

Bibles For China, Inc.
Statement of Assets, Liabilities, and Net Assets – Modified Cash Basis
December 31, 2021

Assets

Cash & cash equivalents \$ 368,566

Total Assets \$ 368,566

Liabilities

Payroll taxes payable 590

Net Assets

Net assets without donor restrictions 367,976

Total Liabilities and Net Assets Without Donor Restrictions \$ 368,566

See accompanying notes to the financial statements and accountants' compilation report

Bibles For China, Inc.
Statement of Revenues, Expenses and Changes in Net Assets – Modified Cash Basis
For the Year Ended December 31, 2021

Revenue:	
Donations: general	\$ 561,035
Donations: without restriction designated bible travel	<u>57,937</u>
Total revenue	<u>618,972</u>
Expenses:	
Program services	498,783
Management and general	48,466
Fundraising	<u>43,725</u>
Total expenses	<u>590,974</u>
Increase in net assets	27,998
Net assets without donor restrictions – beginning of year	<u>339,978</u>
Net assets without donor restrictions – end of year	<u>\$ 367,976</u>

See accompanying notes to the financial statements and accountants' compilation report

Bibles For China, Inc.
Statement of Functional Expenses – Modified Cash Basis
For the Year Ended December 31, 2021

	<u>Program Services</u>	<u>Mgmt & General</u>	<u>Fundraising</u>	<u>Total Expenses</u>
Contract labor	\$ 42,662	\$ --	\$ --	\$ 42,662
Bank and credit card fees	920	13,431	18	14,369
Wages and salaries	98,254	14,266	20,781	133,301
Bibles	348,646	--	--	348,646
Insurance	--	5,147	--	5,147
Media	--	--	12,074	12,074
Office expenses	--	6,264	5,944	12,208
Other expenses	--	853	--	853
Professional fees	1,950	5,984	4,599	12,533
Travel and meetings	<u>6,351</u>	<u>2,521</u>	<u>309</u>	<u>9,181</u>
Total expenses	<u>\$ 498,783</u>	<u>\$ 48,466</u>	<u>\$ 43,725</u>	<u>\$ 590,974</u>

See accompanying notes to the financial statements and accountants' compilation report

Bibles For China, Inc.
Statement of Cash Flows – Modified Cash Basis
For the Year Ended December 31, 2021

Cash flows from operating activities:	
Increase in net assets	\$ 27,998
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Increase in payroll taxes payable	<u>286</u>
 Net cash provided by operating activities	 <u>28,284</u>
 Net increase in cash and cash equivalents	 <u>28,284</u>
 Cash and cash equivalents at beginning of year	 <u>340,282</u>
 Cash and cash equivalents at end of year	 <u>\$ 368,566</u>

Supplemental disclosures of cash flow information:

There were no interest payments for the year.

See accompanying notes to the financial statements and accountants' compilation report

Bibles For China, Inc.
Notes to the Financial Statements
December 31, 2021

Note 1 – Summary of Significant Accounting Policies

A. Organization and Nature of Activities

Bibles For China, Inc. (BFC) is a charitable tax-exempt organization created on December 3, 2010, for the purpose of providing bibles to rural China.

B. Basis of Accounting and Presentation

The financial statements are presented in accordance with FASB Codification 958 and report 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. The organization adopted FASB Accounting Standards Update (ASU) No. 2016-14, Not-For-Profit Entities (Topic 958): Presentation of Financial Statements of Not-For-Profit Entities.

The financial statements have been prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Revenue is recognized when received and expenses are recognized when paid. Therefore, some accrued income and expenses, assets, payables, and deferred expenses, which would be recognized under generally accepted accounting principles, may not be recognized in the accompanying financial statements.

C. Cash and Cash Equivalents

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

D. Use of Estimates

The preparation of financial statements in conformity with modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual results could differ from those estimates.

Bibles For China, Inc.
Notes to Financial Statements
December 31, 2021

Note 1 – Summary of Significant Accounting Policies (Continued)

E. Taxes

Bibles For China, Inc. is exempt from income taxes under code Section 501(c)(3) of the Internal Revenue Code. The Organization qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2). As a result, no provision for current or deferred income tax liability is recognized. The Organization believes that it has appropriate support for any tax positions taken, and as such, does not have any uncertain tax positions that are material to the financial statements.

The BCF's federal form 990 returns for 2019, 2020 and 2021 are subject to examination by the IRS, generally for three years after they were filed.

F. Donated Services

During the year ended December 31, 2021, the value of donated services meeting the requirements for recognition under FASB Codification 958 was not satisfied and therefore has not been recorded. In addition, many individuals volunteer their time and perform a variety of tasks that assist the BFC.

G. Public Support and Revenue

Contributions are generally available without restrictions in the related year unless specifically restricted by the donor. Grants and other contributions are reported as support with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. 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 activities as net assets released from restrictions.

H. Property and Equipment

All acquisitions of property and equipment in excess of \$1,000 and all expenditures for repairs, maintenance, renewals, and betterments that materially prolong the useful lives of assets are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using primarily the straight-line method.

Bibles For China, Inc.
Notes to Financial Statements
December 31, 2021

Note 2 – Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Note 3 – Concentration of Credit Risk

At times, cash balances held at financial institutions were in excess of federally insured limits. The Organization places its temporary cash investments with high-credit, quality financial institutions. Management of the Organization believes no significant concentration of credit risk exists with respect to these cash investments.

Note 4 – Subsequent Events

Subsequent events were evaluated through July 7, 2022, which the date the financial statements were available to be issued.