

JUNA AMAGARA MINISTRIES
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2012

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YEAR ENDED DECEMBER 31, 2012**

CONTENTS

	<u>Page</u>
Independent Auditor's Report	1 - 2
Statement of Assets and Net Assets - Cash Basis	3
Statement of Support, Revenues, Expenses and Changes in Net Assets - Cash Basis	4
Notes to Financial Statements	5 - 6

To the Board of Directors
Juna Amagara Ministries
Glen Ellyn, Illinois

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying financial statements of Juna Amagara Ministries (a nonprofit organization), which comprise the statement of assets and net assets - cash basis as of December 31, 2012, and the related statement of support, revenues, expenses and changes in net assets - 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 1; 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 and net assets of Juna Amagara Ministries as of November 12, 2013, and its support, revenues and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 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 that matter.

Mulcahy, Pauritsch, Salvador & Co., Ltd.

Orland Park, Illinois
November 12, 2013

JUNA AMAGARA MINISTRIES
STATEMENT OF ASSETS AND NET ASSETS - CASH BASIS
DECEMBER 31, 2012

ASSETS

Cash - checking	\$ 56,627
Cash - money market	6,524
Cash - insured deposit account	<u>17,681</u>
 Total assets	 <u>\$ 80,832</u>

NET ASSETS

Temporarily restricted:	
Construction	\$ 22,812
New Times	9,353
Missionary support	8,636
Mission trips	5,049
ABIDE	<u>3,560</u>
 Total temporarily restricted	 49,410
 Unrestricted	 <u>31,422</u>
 Total net assets	 <u>\$ 80,832</u>

See notes to financial statements.

JUNA AMAGARA MINISTRIES
STATEMENT OF SUPPORT, REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - CASH BASIS
YEAR ENDED DECEMBER 31, 2012

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and revenue:			
Contributions and other support:			
Unrestricted	\$ 262,219	\$ -	\$ 262,219
ABIDE	-	60,754	60,754
Missionary support	-	38,862	38,862
New Times	-	27,653	27,653
Mission trips	-	19,982	19,982
Construction	-	3,726	3,726
Interest	7	-	7
Net assets released from restrictions	<u>154,464</u>	<u>(154,464)</u>	<u>-</u>
Total support and revenue	<u>416,690</u>	<u>(3,487)</u>	<u>413,203</u>
Expenses:			
Program services:			
Orphan care	196,426	-	196,426
ABIDE	76,700	-	76,700
Missionary support	61,200	-	61,200
Construction	24,731	-	24,731
Mission trips	14,933	-	14,933
Mission trips - coordinator	11,700	-	11,700
Travel	9,602	-	9,602
Supporting services:			
Management and general	<u>33,455</u>	<u>-</u>	<u>33,455</u>
Total expenses	<u>428,747</u>	<u>-</u>	<u>428,747</u>
Change in net assets	(12,057)	(3,487)	(15,544)
Net assets at beginning of year	<u>43,479</u>	<u>52,897</u>	<u>96,376</u>
Net assets at end of year	<u>\$ 31,422</u>	<u>\$ 49,410</u>	<u>\$ 80,832</u>

See notes to financial statements.

**JUNA AMAGARA MINISTRIES
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2012**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization and Nature of Activities

Juna Amagara Ministries was organized to provide residential homes and educational assistance to orphaned children in Uganda; to conduct evangelism and discipleship activities in Uganda; and to conduct social welfare development activities in Uganda. The Organization began its activities in 2004 as a separate fund of the First Presbyterian Church of Glen Ellyn, Illinois. The Organization was incorporated on September 28, 2004. A separate charitable organization has been formed in Uganda that directly supervises the activities in Uganda.

B. Basis of Accounting

The accompanying financial statements have been prepared on the cash basis of accounting. Under that basis, certain support and revenue and the related assets are recognized when received rather than when earned and certain expenses are recognized when paid rather than when the obligation is incurred. That basis differs from accounting principles generally accepted in the United States of America primarily because the Organization does not recognize receivables for support and revenue and accounts payable to vendors and the related effects on changes in net assets in the accompanying financial statements.

C. Basis of Presentation

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization currently has no permanently restricted net assets.

D. Donated Services

The Organization receives donated services from a variety of unpaid volunteers. No amounts have been recognized in the accompanying statement of support, revenues, expenses and changes in net assets - cash basis because the criteria for recognition under the cash basis of accounting have not been satisfied.

E. Income Taxes

The Organization operates as a nonprofit organization and has received exempt status under Section 501(c)(3) of the Internal Revenue Code. The Organization is not considered a private foundation under the Internal Revenue Code.

The Organization's federal Exempt Organization Business Income Tax Return (Form 990) is subject to examination by the Internal Revenue Service, generally for three years after the date it was filed.

**JUNA AMAGARA MINISTRIES
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2012**

F. Support and Revenue

Grants and other contributions of cash and other assets are reported as temporarily restricted support 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, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of support, revenues, expenses and changes in net assets - cash basis as net assets released from restrictions.

G. Functional Expenses - Allocation of Costs

Expenses are charged to each program based on direct payments made to those programs. Travel and other program expenses that relate to multiple programs are reported separately.

NOTE 2. SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 12, 2013, which is the date the financial statements were available to be issued.