

World Indigenous Missions, Inc.

Financial Statements

Year Ended December 31, 2016

JAMES A. ROBERTSON

Certified Public Accountant

391 Landa Street

New Braunfels, Texas 78130

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees
World Indigenous Missions, Inc.

I have reviewed the accompanying statement of financial position of World Indigenous Missions, Inc. (WIM) (a nonprofit organization) as of December 31, 2016, and the related statements of activities, functional expenses and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

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 review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. I believe that the results of my procedures provide a reasonable basis for my report.

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.


May 12, 2017

World Indigenous Missions, Inc.
Statement of Financial Position
December 31, 2016

Assets

Current assets:

Cash:

Missionaries	\$ 4,830
General and administrative	345,859
	\$ 350,689

Contributions receivable	37,700
Accounts receivable - missionaries	9,105
	397,494

Total current assets 397,494

Property and equipment	273,844
	771,338

Total assets \$ 671,338

Current liabilities:

Accounts payable	\$ 52,727
Accrued expenses and other	9,245
	61,972

Total current liabilities 61,972

Net assets

Unrestricted	565,154
Temporarily restricted	44,212
	609,366

Total net assets 609,366

Total liabilities and net assets \$ 671,338

See accompanying notes and independent accountant's review report.

World Indigenous Missions, Inc.
Statement of Activities
Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support:			
Contributions for missionaries and other donations	\$ 223,554	\$ 1,455,560	\$ 1,679,114
Interest Income	132	-	132
Amounts released from restriction	<u>1,430,016</u>	<u>(1,430,016)</u>	<u>-</u>
Total support	1,653,702	\$ 25,544	1,679,246
Expenses:			
Program services	1,425,661	-	1,425,661
Supporting services:			
General and administrative	229,188	-	229,188
Fundraising	<u>34,379</u>	<u>-</u>	<u>34,379</u>
Total expenses	<u>1,689,228</u>	<u>-</u>	<u>1,689,228</u>
Increase (decrease) in net assets	(35,526)	25,544	(9,982)
Net assets at beginning of year	<u>600,680</u>	<u>18,668</u>	<u>619,348</u>
Net assets at end of year	<u>\$ 565,154</u>	<u>\$ 44,212</u>	<u>\$ 609,366</u>

See accompanying notes and independent accountant's review report.

World Indigenous Missions, Inc.
Statement of Functional Expenses
Year Ended December 31, 2016

	Program Services	Supporting Services		Total
		General & Administrative	Fundraising	
Missionary operations	\$ 270,063	\$ -	\$ 6,668	\$ 276,731
Compensation	61,592	77,762	1,512	140,866
Independent contractor	1,063,982	-	26,199	1,090,181
Donations	19,490	-	-	19,490
Professional services	-	10,705	-	10,705
Conferences & meetings	-	48,122	-	48,122
Office expense	-	11,557	-	11,557
Maintenance	-	24,669	-	24,669
Transportation	-	1,186	-	1,186
Utilities, telephone, security	-	6,871	-	6,871
Insurance	-	4,748	-	4,748
Entertainment	-	929	-	929
Printing and postage	455	7,533	-	7,988
Dues & subscriptions	-	2,678	-	2,678
Gifts and honorariums	-	3,486	-	3,486
Miscellaneous	-	476	-	476
Bank Charges	-	1,951	-	1,951
Depreciation	-	12,179	-	12,179
Training & orientation	-	1,714	-	1,714
Electronic Mail	-	4,166	-	4,166
Janitorial	-	3,000	-	3,000
Expeditions	10,079	-	-	10,079
Advertising	-	2,423	-	2,423
Member care	-	3,033	-	3,033
	<u>\$ 1,425,661</u>	<u>\$ 229,188</u>	<u>\$ 34,379</u>	<u>\$ 1,689,228</u>

See accompanying notes and independent accountant's review report.

World Indigenous Missions, Inc.
Statement of Cash Flows
Year Ended December 31, 2016

Cash Flows from Operating Activities	
Increase (decrease) in net assets	\$ (9,982)
Adjustments to reconcile increase in net assets to net cash provided by operating activities:	
Depreciation	12,179
(Increase) Decrease in operating assets:	
Accounts receivable and other	291
Increase (Decrease) in operating liabilities:	
Accounts payable	21,452
Accrued expenses and other	<u>(926)</u>
Net Cash Provided by Operating Activities	23,014
 Cash Flows from Investing Activities - Equipment	 <u>(1,474)</u>
Net Increase in cash	21,540
 Beginning Cash	 <u>329,149</u>
 Ending Cash	 <u><u>\$ 350,689</u></u>

See accompanying notes and independent accountant's review report.

World Indigenous Missions, Inc.
Notes to Financial Statements
December 31, 2016

Note 1 - Nature of Activities and Significant Accounting Policies

Nature of Activities

World Indigenous Missions, Inc. (WIM) is principally engaged in missionary training, organizing churches, evangelism and related Christian activities. Most of the missionary work is done outside of the United States.

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

It is the WIM's policy to capitalize property and equipment over \$100. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as unrestricted contributions. Property and equipment are depreciated using the straight-line method over the estimated useful lives, which is generally 5 to 31.5 years.

Recognition of Donor Restrictions

Donations that are for missionaries are recorded as temporarily restricted, net of an agreed upon 10% administrative fee. Missionaries are expected to perform their own fundraising, and those costs are paid by an allocation of missionary contributions. Other donor restricted amounts are also recorded as temporarily restricted. When those temporarily restricted amounts are expended by missionaries, or for another restricted purpose, the temporarily restricted revenue is shown as released from restriction. There were no permanently restricted donations.

Income Taxes

WIM is a not-for-profit Organization that is 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.

Cash and Cash Equivalents

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

World Indigenous Missions, Inc.
Notes to Financial Statements
December 31, 2016

Note 2 - Description of Program and Supporting Services

Program Services

WIM missionaries are required to solicit support prior to going to the field for the first time. After serving in the field, missionaries are allowed to return for "itineration". Itineration is time spent in the U.S. delivering sermons to churches as well as making presentations to small groups and individuals about the missionary's ministry. Certain costs associated with this fundraising events have been allocated to this service based on estimates made by management.

Each missionary that maintains an office in the head quarters is referred to as a "branch". All other field missionaries are an Independent Contractor. This change in worker classification was made at the end of the first quarter of 2013 by the Board of Directors to be in compliance with Internal Revenue Code Publication 15-A.

WIM retains a 10% administrative fee on most contributions received. Each "branch" accounts to WIM for his or her expenses and WIM classifies the expenses in a system of branch accounts. Each field missionary accounts for his or her expenses on a schedule C of their 1040.

Support Services

This is the function of management and administration of the Organization. This function ensures the business aspects of the Organization are properly done; secures proper administrative functioning of the Board of Directors, provides coordination and articulation of the Organization's purpose, and manages the financial and budgetary responsibilities of the Organization.

Note 3 - Property and Equipment

Property and equipment as of December 31, 2016 consisted of the following:

Building and improvements	\$ 337,205
Equipment and furniture	<u>90,617</u>
	427,822
Accumulated depreciation	<u>(219,076)</u>
Net depreciable assets	208,746
Land	<u>65,098</u>
Total fixed assets	<u><u>\$ 273,844</u></u>

World Indigenous Missions, Inc.
Notes to Financial Statements
December 31, 2016

Note 4 - Subsequent events

Management has evaluated subsequent events through May 12, 2017, the date on which the financial statements were available to be issued.