

**Lutheran Partners in Global Ministry, Inc.**  
Minneapolis, Minnesota

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Financial Statements  
Auditor's Report  
For the Years Ended  
December 31, 2017 and 2016



**CERTIFIED PUBLIC ACCOUNTANTS**

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Carpenter, Evert & Associates

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### Independent Auditor's Report

Board of Directors  
Lutheran Partners in Global Ministry, Inc.  
Minneapolis, Minnesota

We have audited the accompanying financial statements of Lutheran Partners in Global Ministry, Inc., which comprise the statement of financial position as of December 31, 2017 and the related statements of activities and changes in net assets, functional expense, and cash flows 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 accounting principles generally accepted in the United States of America. This includes 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 of 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 financial position of Lutheran Partners in Global Ministry, Inc. as of December 31, 2017 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Independent Auditor's Report (continued)

**Prior Period Financial Statements**

The financial statements of Lutheran Partners in Global Ministry, Inc. as of December 31, 2016 were audited by other auditors whose report dated April 1, 2017, expressed an unmodified opinion on those statements.

*Carpenter Ewert and Associates, LTD.*

Certified Public Accountants

Minneapolis, Minnesota  
February 27, 2018

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS  
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016 (RESTATED)

	2017			2016 (Restated)		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Support and Revenue:						
Grants and Donations	\$ 260,336	\$ 566,482	\$ 826,818	\$ 215,478	\$ 671,015	\$ 886,493
Investment Income	137,913	-	137,913	62,671	-	62,671
Special Event (net of direct expenses of \$1,169 and \$0 in 2017 and 2016, respectively)	13,751	-	13,751	-	-	-
Loss on Disposal of Asset	(103)	-	(103)	(535)	-	(535)
Net Assets Released from Restrictions:						
Satisfaction of Program Restrictions	911,051	(911,051)	-	866,830	(866,830)	-
Total Support and Revenue	<u>1,322,948</u>	<u>(344,569)</u>	<u>978,379</u>	<u>1,144,444</u>	<u>(195,815)</u>	<u>948,629</u>
Expense:						
Program Services	1,012,995	-	1,012,995	1,120,932	-	1,120,932
Support Services:						
Management and General	93,139	-	93,139	105,371	-	105,371
Fundraising	115,153	-	115,153	69,639	-	69,639
Total Support Services	<u>208,292</u>	<u>-</u>	<u>208,292</u>	<u>175,010</u>	<u>-</u>	<u>175,010</u>
Total Expense	<u>1,221,287</u>	<u>-</u>	<u>1,221,287</u>	<u>1,295,942</u>	<u>-</u>	<u>1,295,942</u>
Change in Net Assets	101,661	(344,569)	(242,908)	(151,498)	(195,815)	(347,313)
Net Assets - Beginning of Year	<u>735,699</u>	<u>617,454</u>	<u>1,353,153</u>	<u>887,197</u>	<u>813,269</u>	<u>1,700,466</u>
Net Assets - End of Year	<u>\$ 837,360</u>	<u>\$ 272,885</u>	<u>\$ 1,110,245</u>	<u>\$ 735,699</u>	<u>\$ 617,454</u>	<u>\$ 1,353,153</u>

The accompanying Notes to Financial Statements  
are an integral part of these statements.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
STATEMENT OF FUNCTIONAL EXPENSE  
FOR THE YEAR ENDED DECEMBER 31, 2017  
WITH COMPARATIVE TOTALS FOR 2016

EXHIBIT B

	2017			2016		
	Program Services	Support Services		Total Support Services	Total All Services	Total All Services
Management & General		Fund- raising				
Salaries	\$ 119,804	\$ 57,309	\$ 56,845	\$ 114,154	\$ 233,958	\$ 267,576
Payroll Taxes	8,986	4,299	4,263	8,562	17,548	22,201
Employee Benefits	5,377	4,017	2,354	6,371	11,748	4,562
Total Personnel Expense	<u>134,167</u>	<u>65,625</u>	<u>63,462</u>	<u>129,087</u>	<u>263,254</u>	<u>294,339</u>
Project Expenses	694,733	-	-	-	694,733	877,394
Covenant Expense	123,750	-	26,250	26,250	150,000	-
Rent	25,020	8,340	8,340	16,680	41,700	39,320
Professional Services	10,622	10,064	3,775	13,839	24,461	25,025
Printing, Copying and Newsletters	4,362	-	4,362	4,362	8,724	9,070
Postage	3,983	-	3,983	3,983	7,966	6,747
Bank and Credit Card Fees	3,433	1,335	-	1,335	4,768	4,588
Travel	3,641	-	593	593	4,234	2,611
Telephone and Internet Access	2,107	702	702	1,404	3,511	4,416
Supplies and Maintenance	1,580	699	789	1,488	3,068	5,084
Insurance	-	2,970	-	2,970	2,970	2,701
Miscellaneous	-	1,404	195	1,599	1,599	5,268
Conferences and Meetings	352	376	706	1,082	1,434	3,079
Website	372	-	372	372	744	5,809
Interest	-	-	-	-	-	71
Depreciation	4,873	1,624	1,624	3,248	8,121	10,420
	<u>\$ 1,012,995</u>	<u>\$ 93,139</u>	<u>\$ 115,153</u>	<u>\$ 208,292</u>	<u>\$ 1,221,287</u>	<u>\$ 1,295,942</u>

The accompanying Notes to Financial Statements  
are an integral part of this statement.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
STATEMENT OF FUNCTIONAL EXPENSE  
FOR THE YEAR ENDED DECEMBER 31, 2016

EXHIBIT C

	Support Services			Total Support Services	Total All Services
	Program Services	Management & General	Fund- raising		
Salaries	\$ 169,370	\$ 59,420	\$ 38,786	\$ 98,206	\$ 267,576
Payroll Taxes	14,053	4,930	3,218	8,148	22,201
Employee Benefits	2,888	1,013	661	1,674	4,562
Total Personnel Expense	<u>186,311</u>	<u>65,363</u>	<u>42,665</u>	<u>108,028</u>	<u>294,339</u>
Project Expenses	877,394	-	-	-	877,394
Rent	23,592	7,864	7,864	15,728	39,320
Professional Services	11,085	10,159	3,781	13,940	25,025
Printing, Copying and Newsletters	4,535	-	4,535	4,535	9,070
Postage	3,373	-	3,374	3,374	6,747
Bank and Credit Card Fees	3,441	1,147	-	1,147	4,588
Travel	1,505	533	573	1,106	2,611
Telephone and Internet Access	2,650	883	883	1,766	4,416
Supplies and Maintenance	1,005	3,071	1,008	4,079	5,084
Insurance	-	2,701	-	2,701	2,701
Miscellaneous	1,443	2,385	1,440	3,825	5,268
Conferences and Meetings	1,693	774	612	1,386	3,079
Website	2,905	-	2,904	2,904	5,809
Interest	-	71	-	71	71
Depreciation	-	10,420	-	10,420	10,420
	<u>\$ 1,120,932</u>	<u>\$ 105,371</u>	<u>\$ 69,639</u>	<u>\$ 175,010</u>	<u>\$ 1,295,942</u>

The accompanying Notes to Financial Statements  
are an integral part of this statement.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
STATEMENTS OF FINANCIAL POSITION  
DECEMBER 31, 2017 AND 2016 (RESTATED)

EXHIBIT D

<u>ASSETS</u>	<u>2017</u>	<u>2016</u> <u>(Restated)</u>
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 243,007	\$ 177,846
Grants and Contributions Receivable	-	120,000
Prepaid Expenses	7,787	3,143
Total Current Assets	250,794	300,989
Investments	980,248	1,042,791
Prepaid Expenses - Non-Current	500	-
Lease Deposit	3,000	3,000
Property and Equipment - Net	18,615	26,839
TOTAL ASSETS	\$ 1,253,157	\$ 1,373,619
<u>LIABILITIES AND NET ASSETS</u>		
<b>Current Liabilities:</b>		
Accounts Payable	\$ 10,683	\$ 12,466
Deferred Revenue	7,229	8,000
Covenant Liability	50,000	-
Total Current Liabilities	67,912	20,466
Covenant Liability - Non-Current	75,000	-
Total Liabilities	142,912	20,466
<b>Net Assets:</b>		
<b>Unrestricted:</b>		
Undesignated	-	-
Board Designated	837,360	735,699
Total Unrestricted	837,360	735,699
Temporarily Restricted	272,885	617,454
Total Net Assets	1,110,245	1,353,153
TOTAL LIABILITIES AND NET ASSETS	\$ 1,253,157	\$ 1,373,619

The accompanying Notes to Financial Statements  
are an integral part of these statements.



LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

EXHIBIT E

	<u>2017</u>	<u>2016</u>
<u>Increase (Decrease) in Cash and Cash Equivalents</u>		
Cash Flows from Operating Activities:		
Change in Net Assets	\$ (242,908)	\$ (347,313)
Total Adjustments	60,351	45,681
Net Cash (Used) by Operating Activities	<u>(182,557)</u>	<u>(301,632)</u>
Cash Flows from Investing Activities:		
Purchase of Property and Equipment	-	(3,269)
Proceeds from Sale of Property and Equipment	-	200
Purchase of Investments	(833,650)	(779,709)
Proceeds from Sale of Investments	<u>1,081,368</u>	<u>1,115,748</u>
Net Cash Provided by Investing Activities	<u>247,718</u>	<u>332,970</u>
Cash Flows from Financing Activities:		
None	<u>-</u>	<u>-</u>
Net Increase in Cash	65,161	31,338
Cash and Cash Equivalents - Beginning of Year	<u>177,846</u>	<u>146,508</u>
Cash and Cash Equivalents - End of Year	<u>\$ 243,007</u>	<u>\$ 177,846</u>
 <u>Supplemental Disclosure of Cash Flow Information</u>		
Cash Paid For:		
Interest	<u>\$ -</u>	<u>\$ 71</u>

The accompanying Notes to Financial Statements  
are an integral part of these statements.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

1. Summary of Significant Accounting Policies

Organizational Purpose

Lutheran Partners in Global Ministry, Inc. (The Organization) is organized as a Minnesota non-profit corporation to engage individuals and communities in transformational partnerships across the globe; to increase access to education for children in developing countries; to economically empower women and children; to raise the level of awareness of mission within congregations through education, travel and engagement; to raise funds, supply needs, encourage, stimulate and inspire stewardship for mission. The Organization currently supports programs in the Central African Republic, Guatemala and India.

Fund Accounting

In order to observe the limitation and restrictions placed on resources available to the Organization, the accounts are maintained in accordance with the principles of fund accounting. This is the procedure whereby resources are classified for accounting and reporting purposes into net asset groupings established according to their nature and restrictions. A description of the groupings is as follows:

Unrestricted Net Assets – Net assets which are neither permanently nor temporarily restricted by donor-imposed stipulations. These net assets include both board designated and undesignated amounts. Property and equipment is reported as unrestricted net assets.

Temporarily Restricted Net Assets – The part of net assets of the Organization resulting from contributions and other inflows of assets whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions pursuant to those stipulations.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Investments

The Organization carries its investments at market value.

Property and Equipment

All major expenditures for property and equipment over \$500 are capitalized at cost. Depreciation is provided through the use of the straight-line method.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

1. Summary of Significant Accounting Policies (continued)

Accounts Receivable and Doubtful Accounts

The Organization extends credit to its customers based on standardized terms. Receivables are recorded at amounts billed and are generally due when billed. Amounts outstanding for more than 30 days are considered delinquent receivables. Accounts receivable are generally uncollateralized and the Organization does not charge interest on accounts receivable balances. The Organization reviews accounts receivable balances on a periodic basis and writes off delinquent receivables when they are considered uncollectible. The Organization provides an allowance for doubtful accounts based on historical experience and management's evaluation of outstanding accounts receivable at the end of each year. Accounts receivable are stated net of the allowance for doubtful accounts of \$0 for both the periods ended December 31, 2017 and 2016.

Contributions

Contributions received are recorded as unrestricted or temporarily restricted support, depending upon the existence and/or nature of any donor restriction. All donor-restricted contributions are reported as increases to temporarily restricted net assets.

When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction.

When there are funds in a restricted programmatic account and the program has either ended or been fully funded, temporarily restricted net assets may be reclassified to another restricted account and/or unrestricted net assets, based upon consultation with the donor.

Grants Receivable

Unconditional promises-to-give are recognized in the period the promises are made. Conditional promises-to-give are recognized when the conditions on which they depend are substantially met, that is, when the conditional promise becomes unconditional.

Functional Allocation of Expense

Expenses are recorded in functional categories when incurred. In certain cases, allocations between categories must be made. When allocations are required, they are based on the best estimates of management.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

1. Summary of Significant Accounting Policies (continued)

Income Tax

The Organization has a tax-exempt status under Section 501(c)(3) of the Internal Revenue Code and has adopted *Accounting for Uncertainty in Income Taxes*, ASC 740-10. The Organization's policy is to evaluate uncertain tax positions, at least annually, for the potential for income tax exposure from unrelated business income or from loss of nonprofit status. The Organization continues to operate consistent with its original exemption application and each year takes the necessary actions to maintain its exempt status. It has been classified as an organization that is not a private foundation under the Internal Revenue Code and charitable contributions by donors are tax deductible. In compliance with its exempt status, the Organization annually files a Return of Organization Exempt From Income Tax (Form 990). The returns for the years ending December 31, 2014 and later remain subject to examination by the Internal Revenue Service.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Reclassifications

Certain amounts in prior year financial statements have been reclassified to conform with the presentation in the current year financial statements.

Subsequent Events

The Organization has evaluated the effect that subsequent events would have on the financial statements through February 27, 2018, which is the date financial statements were available to be issued.

2. Prior Period Adjustment

The Organization has corrected the net asset classification of the Olson Leadership Fund and Carbaugh Opportunity Fund. These are now shown as temporarily restricted net assets. Accordingly, the Organization restated its financial statements for the year ended December 31, 2016. The effect of the correction was to decrease unrestricted net assets and increase restricted net assets at the beginning of the year by \$150,240, respectively, increase the satisfaction of program restrictions by \$28,736 for the year ended December 31, 2016 and decrease unrestricted net assets and increase restricted net assets at the end of the year by \$121,504, respectively.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

3. Financial Instruments

Significant Concentrations of Credit Risk

The Organization receives grants and contributions primarily from Minnesota residents and institutions.

4. Investments

The Organization held the following investments as of:

	December 31,			
	2017		2016	
	Cost	Fair Value	Cost	Fair Value
Stocks	\$ 247,932	\$ 319,318	\$ 401,322	\$ 443,613
Exchange Traded Funds and Closed-End Funds	81,409	92,762	94,900	94,464
Mutual Funds	481,283	501,684	416,650	404,381
Money Market Funds	66,484	66,484	100,333	100,333
	<u>\$ 877,108</u>	<u>\$ 980,248</u>	<u>\$ 1,013,205</u>	<u>\$ 1,042,791</u>

Investment income was as follows as of:

	December 31,	
	2017	2016
Dividend and Interest Income	\$ 20,366	\$ 23,449
Investment Management Fees	(10,196)	(11,110)
Unrealized Gain	74,069	85,427
Realized Gain (Loss)	53,674	(35,095)
Total Investment Gain	<u>\$ 137,913</u>	<u>\$ 62,671</u>

5. Property and Equipment

The Organization owned the following as of:

	December 31,		Estimated Useful Lives
	2017	2016	
Equipment	\$ 53,135	\$ 76,809	3-7 years
Leasehold Improvements	14,219	14,219	Lease-term
	67,354	91,028	
Less Accumulated Depreciation	48,739	64,189	
	<u>\$ 18,615</u>	<u>\$ 26,839</u>	

Depreciation expense of \$8,121 and \$10,420 was recorded for the years ended December 31, 2017 and 2016, respectively.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

6. Fair Value

The Organization adopted Financial Accounting Standards Board Accounting Standards Codification Topic 820 Fair Value Measurements and Disclosures ("ASC 820"). In accordance with ASC 820, "fair value" is defined as the price that an organization would receive upon selling an investment in an orderly transaction to an independent buyer in the principal or most advantageous market for the investment. Various inputs are used in determining the value of investments. ASC 820 established a three-tier hierarchy of inputs to establish a classification of fair value measurements for disclosure purposes. The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

- Level 1 – Quoted prices in active markets for identical investments.
- Level 2 – Other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 – Significant unobservable inputs.

The following is a summary of the inputs used to determine the fair value of the investments at December 31, 2017:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Stocks	\$ 319,318	\$ -	\$ -	\$ 319,318
Exchange Traded Funds and Closed-End Funds	92,762	-	-	92,762
Mutual Funds	501,684	-	-	501,684
Money Market Funds	66,484	-	-	66,484
Total	<u>\$ 980,248</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 980,248</u>

The following is a summary of the inputs used to determine the fair value of the investments at December 31, 2016:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Stocks	\$ 443,613	\$ -	\$ -	\$ 443,613
Exchange Traded Funds and Closed-End Funds	94,464	-	-	94,464
Mutual Funds	404,381	-	-	404,381
Money Market Funds	100,333	-	-	100,333
Total	<u>\$ 1,042,791</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,042,791</u>

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

7. In-kind Contributions

The Organization values in-kind contributions at fair market value at date of donation. In-kind contributions were as follows as of:

	December 31,	
	2017	2016
Services	\$ 55,514	\$ 34,663
Property and Equipment	-	405
	\$ 55,514	\$ 35,068

8. Leased Facilities

Rental commitments under a noncancelable lease for office space and office equipment in effect at December 31, 2017, total \$64,223. The future annual rental commitments are as follows:

	<u>Due in the Year Ending December 31,</u>		
	Office Space	Office Equipment	Total
2018	\$ 19,538	\$ 131	\$ 19,669
2019	20,175	-	20,175
2020	20,813	-	20,813
2021	3,566	-	3,566
Total	\$ 64,092	\$ 131	\$ 64,223

Rental expense was \$41,700 and \$39,320 for the years ended December 31, 2017 and 2016, respectively.

9. Line of Credit

The Organization maintains a liquidity access line-of-credit with Morgan Stanley. The interest rate at December 31, 2017 was 4.56%. The available credit was \$733,591 at December 31, 2017. Credit line availability is calculated based upon investments held on account with Morgan Stanley. These investments are pledged as collateral for the line of credit. There was no outstanding balance at December 31, 2017.

LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

10. Restriction of Net Assets

Board designated net assets consisted of amounts for the following as of:

	December 31,	
	2017	2016
Mission Development Fund	\$ 837,360	\$ 662,803
Investment Activity Fund	-	72,896
	\$ 837,360	\$ 735,699

Temporarily restricted net assets consisted of amounts for the following as of:

	December 31,	
	2017	2016
India	\$ 136,314	\$ 249,820
Central African Republic	125,495	246,130
Tanzania	10,373	-
Guatemala	703	-
Olson Leadership Fund	-	107,245
Carbaugh Opportunity Fund	-	14,259
	\$ 272,885	\$ 617,454

11. Related Party Transactions

The Organization entered into a covenant with the founders of the Organization. For the year ended December 31, 2017, \$150,000 was recognized as covenant expense. \$125,000 is outstanding as a covenant liability as of December 31, 2017. \$50,000 is due during the calendar years 2018 and 2019, then the last \$25,000 is due during 2020.

The covenant requires the founders to refer any contact from donors or partners to the Executive Director of the Organization.

12. Retirement Plan

The Organization provides retirement benefits to its employees through a SIMPLE IRA plan covering all eligible employees. The Organization contributes matches up to three percent of gross wages. Contributions to the plan during the years ended December 31, 2017 and 2016, were \$6,830 and \$4,562, respectively.



LUTHERAN PARTNERS IN GLOBAL MINISTRY, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2017 AND 2016

13. Cash Flow Operating Adjustments

Adjustments to reconcile Change in Net Assets to Net Cash Provided by Operating Activities were as follows as of:

	<u>December 31,</u>	
	<u>2017</u>	<u>2016</u>
Depreciation	\$ 8,121	\$ 10,420
Loss on Disposal of Assets	103	585
Realized (Gain) Loss on Sale of Investments	(63,326)	46,205
Unrealized (Gain) on Investments	(74,069)	(85,427)
Donated Stock	(47,780)	(51,996)
Grants and Contributions Receivable	-	115,969
Prepaid Expenses	(500)	-
Covenant Liability	75,000	-
Increases (Decreases) in Current Liabilities:		
Accounts Payable	(1,783)	1,326
Deferred Revenue	(771)	4,700
Covenant Liability	50,000	-
Decreases (Increases) in Current Assets:		
Grants and Contributions Receivable	120,000	-
Prepaid Expenses	(4,644)	3,899
Total Adjustments	<u>\$ 60,351</u>	<u>\$ 45,681</u>