

God's Littlest Angels



HAITIAN BABY MINISTRY

**GOD'S LITTLEST ANGELS AND
AFFILIATE**

**Consolidated Financial Statements
With Independent Auditors' Report**

December 31, 2017 and 2016

GOD'S LITTLEST ANGELS AND AFFILIATE

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INDEPENDENT AUDITORS' REPORT

Board of Directors
God's Littlest Angels and Affiliate
Colorado Springs, Colorado

We have audited the accompanying consolidated financial statements of God's Littlest Angels and Affiliate, which comprise the consolidated statements of financial position as of December 31, 2017 and 2016, and the related consolidated statements of activities and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors
God's Littlest Angels and Affiliate
Colorado Springs, Colorado

Opinion

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of God's Littlest Angels and Affiliate as of December 31, 2017 and 2016, and the changes in its net assets and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As discussed in note 8 to the consolidated financial statements of God's Littlest Angels and Affiliate, three errors resulting in understatement of accounts payable, fixed assets, and expenses as of December 31, 2016, and overstatement of change in net assets for the year ended December 31, 2016, and understatement of temporarily restricted contributions and releases for the year ended December 31, 2016, were identified. Accordingly, a retrospective adjustment has been made to reflect the correction of errors. Our opinion is not modified with respect to these matters.

Capin Crouse LLP

Colorado Springs, Colorado
June 22, 2018

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidated Statements of Financial Position

	December 31,	
	2017	2016 (as restated)
ASSETS:		
Cash and cash equivalents	\$ 51,545	\$ 149,586
Investments—equity securities	7,381	8,105
Accounts receivable	5,243	34,253
Inventory	45,397	51,291
Prepaid expenses and other assets	15,690	22,750
Cash restricted for long-term purposes	87,913	152,600
Property and equipment—net	1,804,493	1,648,728
Total Assets	\$ 2,017,662	\$ 2,067,313
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable and accrued expenses	\$ 143,660	\$ 136,353
	143,660	136,353
Net assets:		
Unrestricted:		
Operating	(173,610)	(3,842)
Equity in property and equipment	1,804,493	1,648,728
	1,630,883	1,644,886
Temporarily restricted	243,119	286,074
	1,874,002	1,930,960
Total Liabilities and Net Assets	\$ 2,017,662	\$ 2,067,313

See notes to consolidated financial statements

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidated Statements of Activities

	Year Ended December 31,					
	2017			2016 (as restated)		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE:						
Contributions	\$ 733,878	\$ 840,647	\$ 1,574,525	\$ 885,209	\$ 1,013,550	\$ 1,898,759
Adoption income	82,378	-	82,378	182,220	-	182,220
Gift-in-kind contributions	3,397	-	3,397	56,688	-	56,688
Realized and unrealized gains (losses)	(913)	-	(913)	2,019	-	2,019
Other income (losses)	8,069	-	8,069	11,964	-	11,964
Total Support and Revenue	826,809	840,647	1,667,456	1,138,100	1,013,550	2,151,650
NET ASSETS RELEASED:						
Purpose restrictions	883,602	(883,602)	-	936,031	(936,031)	-
EXPENSES:						
Program activities	1,383,618	-	1,383,618	1,631,298	-	1,631,298
Supporting activities:						
General and administrative	310,054	-	310,054	315,376	-	315,376
Fund-raising	30,742	-	30,742	35,737	-	35,737
	340,796	-	340,796	351,113	-	351,113
Total Expenses	1,724,414	-	1,724,414	1,982,411	-	1,982,411
Change in Net Assets	(14,003)	(42,955)	(56,958)	91,720	77,519	169,239
Net Assets, Beginning of Year						
As previously stated	-	-	-	1,583,653	208,555	1,792,208
Prior period adjustment (note 8)	-	-	-	(30,487)	-	(30,487)
As restated	1,644,886	286,074	1,930,960	1,553,166	208,555	1,761,721
Net Assets, End of Year	\$ 1,630,883	\$ 243,119	\$ 1,874,002	\$ 1,644,886	\$ 286,074	\$ 1,930,960

See notes to consolidated financial statements

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidated Statements of Cash Flows

	Year Ended December 31,	
	2017	2016 (as restated)
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (56,958)	\$ 169,239
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation and amortization	109,003	133,283
Realized and unrealized (gains) losses	913	(2,019)
Contributions restricted for long-term purposes	(192,291)	(310,083)
Change in operating assets and liabilities:		
Accounts receivable	29,010	(18,894)
Inventory	5,894	39,902
Prepaid expenses and other assets	7,060	3,250
Accounts payable and accrued expenses	7,307	17,515
Deferred income	-	(8,500)
Net Cash Provided (Used) by Operating Activities	(90,062)	23,693
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of property and equipment	(264,768)	(206,414)
Purchases of investments	(1,010)	-
Proceeds from sale investments	821	2,321
Net Cash Used by Investing Activities	(264,957)	(204,093)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Contributions restricted for long-term purposes	192,291	310,083
Transfer of cash restricted for long-term purposes	64,687	(50,710)
Net Cash Provided by Financing Activities	256,978	259,373
Net Change in Cash and Cash Equivalents	(98,041)	78,973
Cash and Cash Equivalents, Beginning of Year	149,586	70,613
Cash and Cash Equivalents, End of Year	\$ 51,545	\$ 149,586

See notes to consolidated financial statements

GOD'S LITTMEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

1. NATURE OF ORGANIZATION:

God's Littlest Angels (GLA-US) and Affiliate is dedicated to helping the children and families of Haiti by providing intensive nursery care for premature, malnourished, and abandoned children. GLA-US assists in seeking outside help for children needing surgical or medical treatment not available in Haiti. GLA-US also assists in placing abandoned children with adoptive families. GLA-US's purpose is to help the children of Haiti in any way and to spread the word of God to each person GLA serves.

These consolidated financial statements also include the material assets, liabilities, net assets, revenue, and expenses of God's Littlest Angels Haiti (GLA-H) which is an organization fully controlled by GLA-US and is a legally recognized charity in Haiti. Throughout the consolidated financial statements these two entities are collectively referred to as GLA. All intercompany balances and transactions have been eliminated.

GLA is a nonprofit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code (IRC) and comparable state law(s). However, GLA is subject to federal income tax on any unrelated business taxable income. In addition, GLA is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

2. SIGNIFICANT ACCOUNTING POLICIES:

GLA maintains its accounts and prepares its consolidated financial statements on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. The preparation of consolidated 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, disclosures of any contingent assets and liabilities at the date of the consolidated financial statements, and the reported revenues and expenses during the reporting period. Actual results could differ from the estimates. The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

CASH AND CASH EQUIVALENTS

Cash and cash equivalents include checking accounts and cash held. As of December 31, 2017 and 2016, cash exceeded federally insured limits by \$2,565 and \$12,196, respectively. GLA has not experienced any losses on such accounts and believes it is not exposed to any significant credit risk.

INVESTMENTS

Investments consist of equity securities, which are carried at fair market value. Unrealized gains and losses in fair value are recognized in the year in which they occur. Donated investments are reported at fair value at the date of donation and thereafter carried in accordance with the above provisions.

GOD'S LITTLEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

ACCOUNTS RECEIVABLE

Accounts receivable consist of amounts due from adoptive parents for adoption income. An allowance for doubtful accounts has not been recorded as all amounts are believed to be collectible. Accounts are due in accordance with the terms of each individual contract and are considered delinquent if not received by their due date. GLA does not accrue interest on past due receivables. Accounts are written off if the adoptive parents withdraw from the adoption process or when all methods to collect have been exhausted.

INVENTORY

Inventory consists of clothing, supplies, and other items to be used at the orphanage in Haiti, as well as some souvenirs held for sale. Inventory is stated at the lower of cost or net realizable value, using the first-in-first-out method. No allowance for obsolescence has been recorded as of December 31, 2017 and 2016, as amounts are written-off when they are determined to have no value.

During the current year, GLA adopted *ASU 2015-11, Simplifying the Subsequent Measurement of Inventory*. The new standard is applicable for inventory accounted for using first in, first out (FIFO) or weighted average and requires inventory to be measured at the lower of cost or net realizable value. Prior standards required measurement at lower of cost or fair market value. The new standard has been applied prospectively by GLA beginning for the year ended December 31, 2017.

PROPERTY AND EQUIPMENT

Property and equipment are stated at cost, or if donated, at the estimated fair market value at the date of donation. Property donated with restrictions regarding its use and contributions of cash to acquire property are reported as restricted support. Absent any donor stipulations, these restrictions expire when the asset is acquired or placed in service, and a reclassification is made from temporarily restricted net assets to unrestricted net assets at that time. Purchases of long-lived assets in excess of \$2,000 with a useful life in excess of one year are capitalized. Depreciation is recorded using the straight-line method over estimated useful lives of three to ten years.

CLASSES OF NET ASSETS

The net assets of GLA have been reported in the following two classes:

Unrestricted net assets are those currently available for use in GLA's operations and those resources invested in property and equipment.

Temporarily restricted net assets are comprised of donor-restricted contributions for the support of GLA projects.

GOD'S LITTLEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

SUPPORT AND REVENUE

Contributions are recorded when made, which may be when cash and other assets are received or unconditionally promised. Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated amounts. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities as net assets released from restrictions. All contributions are considered available for unrestricted use unless specifically restricted by the donor.

Donated materials, equipment, and services are reflected as gift-in-kind contributions in the accompanying consolidated statements of activities at their estimated fair market value on the date of donation.

Adoption income consists of fees paid by adoptive parents to cover costs incurred by GLA through the adoption process, and is recognized when it is earned as the services have been provided. Deferred income consists of adoption fees received prior to services being provided for the adoptive parents.

ALLOCATION OF EXPENSES

The costs of providing the various program services and supporting activities of GLA have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited. Main program activities of GLA include meeting the physical needs of others including housing, medical, and other needs.

FOREIGN OPERATIONS

In connection with its ministry, GLA-H maintains an orphanage in Haiti. The account balances relating to foreign operations are reflected in the consolidated financial statements in United States dollars (see breakdown for Haiti operations in the supplementary information). GLA Canada is not included in this report because it does not meet the criteria for consolidation, as they have an independent board and are not controlled by GLA-US.

GOD'S LITLLEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

3. FAIR VALUE MEASUREMENTS:

GLA uses appropriate valuation techniques to determine fair value based on inputs available. When available, GLA measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs are not available. All investments held by GLA as of December 31, 2017 and 2016 are measured as Level 1 inputs.

Fair values of assets measured on a recurring basis as of December 31, 2017 and 2016, are:

	December 31,	
	2017	2016
Investments at fair value:		
Common stock - consumer goods	\$ 6,573	\$ 7,487
Investments at value other than fair value:		
Cash	808	618
	\$ 7,381	\$ 8,105

4. PROPERTY AND EQUIPMENT—NET:

Property and equipment—net, consist of:

	December 31,	
	2017	2016
Land	\$ 275,767	\$ 275,767
Buildings	1,226,059	1,085,986
Leasehold improvements	60,000	60,000
Vehicles	390,858	438,953
Equipment	266,585	250,145
Website development	11,850	7,500
	2,231,119	2,118,351
Less accumulated depreciation and amortization	(904,547)	(845,138)
	1,326,572	1,273,213
Construction in process	477,921	375,515
	\$ 1,804,493	\$ 1,648,728

GOD'S LITTEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

4. PROPERTY AND EQUIPMENT—NET, continued:

Management has reviewed the assets of GLA-H and has determined that they are under the control and ownership of the organization. While such items are recognized as assets of the organization, it should be noted that the political situation in Haiti is subject to rapid change. Therefore, the reader should be aware that while the organization believes the assets are properly stated at the date of this report, subsequent changes could occur that would adversely affect the realizable value of the assets of GLA-H. Management determined that there is no impairment of property and equipment as of December 31, 2017 and 2016. In addition, it should be understood that the carrying value of the assets in Haiti may not be representative of the amount that would be realized should the assets be sold.

5. TEMPORARILY RESTRICTED NET ASSETS:

Temporarily restricted net assets consist of:

	December 31,	
	2017	2016
Supported schools	\$ 114,326	\$ 76,947
Building project	87,913	152,600
Medical assistance	19,940	24,207
Staff support	13,321	13,684
Special projects	7,619	18,636
	\$ 243,119	\$ 286,074

6. OPERATING LEASES:

GLA has a lease for the property it uses in Haiti. Total lease expense was \$31,944 and \$32,696 for the years ended December 31, 2017 and 2016, respectively. GLA also has a lease for property it uses in the United States as well as a lease for office equipment. Total lease expense was \$38,070 and \$38,499 for the years ended December 31, 2017 and 2016, respectively. Future minimum payments are:

<u>Year Ending December 31,</u>	
2018	\$ 41,747
2019	42,429
2020	36,852
2021	4,212
2022	4,914
	\$ 130,154

GOD'S LITLLEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

7. RELATED PARTY TRANSACTIONS:

One of the board members on GLA-US's board is also on the board of GLA Canada. GLA Canada provided contributions of \$274,536 and \$422,786 (in U.S. dollars), which constitutes 17% and 22% of total contributions, to GLA during the years ended December 31, 2017 and 2016, respectively.

8. PRIOR PERIOD ADJUSTMENTS—CORRECTIONS OF ERRORS:

During the year ended December 31, 2017, management determined that certain amounts reported as property and equipment, accounts payable and accrued expenses, and unrestricted and temporarily restricted net assets as of January 1, 2016, were incorrectly stated. As a result, the 2016 financial statements have been restated to properly reflect these amounts. The impact of this restatement on the 2016 financial statements is as follows:

	As previously reported	Restatement amount	As restated
Consolidated Statements of Financial Position:			
Assets:			
Property and equipment—net	\$ 1,636,728	\$ 12,000	\$ 1,648,728
Liabilities:			
Accounts payable and accrued expenses	93,866	42,487	136,353
	\$ 1,542,862	\$ (30,487)	\$ 1,512,375
Net Assets:			
Unrestricted:			
Operating	38,645	(42,487)	(3,842)
Equity in property and equipment	1,636,728	12,000	1,648,728
	\$ 1,675,373	\$ (30,487)	\$ 1,644,886
Consolidated Statements of Activities:			
Support and revenue:			
Temporarily restricted contributions	\$ 655,291	\$ 358,259	\$ 1,013,550
Net assets released:			
Purpose restrictions	\$ 577,772	\$ (358,259)	\$ 936,031
Change in net assets:			
Unrestricted	\$ 1,675,373	\$ (30,487)	\$ 1,644,886

GOD'S LITTLEST ANGELS AND AFFILIATE

Notes to Consolidated Financial Statements

December 31, 2017 and 2016 (as restated)

9. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through June 22, 2018, which represents the date the consolidated financial statements were available to be issued. Subsequent events after that date have not been evaluated.

SUPPLEMENTARY INFORMATION

**INDEPENDENT AUDITORS' REPORT
ON SUPPLEMENTARY INFORMATION**

Board of Directors
God's Littlest Angels and Affiliate
Colorado Springs, Colorado

We have audited the consolidated financial statements of God's Littlest Angels and Affiliate as of and for the years ended December 31, 2017 and 2016, and our report thereon dated June 22, 2018, which expressed an unmodified opinion on those consolidated financial statements, appears on page 1-2. Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and activities is presented for purposes of additional analysis of the consolidated financial statements rather than to present the consolidated financial position and results of operations of the individual organizations, and it is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The consolidating information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Capin Crouse LLP

Colorado Springs, Colorado
June 22, 2018

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidating Statement of Financial Position

December 31, 2017

	GLA-US	GLA-H	Eliminations	Total
ASSETS:				
Cash and cash equivalents	\$ 47,319	\$ 4,226	\$ -	\$ 51,545
Investments—equity securities	7,381	-	-	7,381
Accounts receivable	-	5,243	-	5,243
Inventory	19,683	25,714	-	45,397
Prepaid expenses and other assets	7,690	8,000	-	15,690
Cash restricted for long-term purposes	87,913	-	-	87,913
Property and equipment—net	5,799	1,798,694	-	1,804,493
	<u>\$ 175,785</u>	<u>\$ 1,841,877</u>	<u>\$ -</u>	<u>\$ 2,017,662</u>
Total Assets	\$ 175,785	\$ 1,841,877	\$ -	\$ 2,017,662
LIABILITIES AND NET ASSETS:				
Liabilities:				
Accounts payable and accrued expenses	\$ 103,482	\$ 40,178	\$ -	\$ 143,660
	<u>103,482</u>	<u>40,178</u>	<u>-</u>	<u>143,660</u>
Net assets:				
Unrestricted:				
Operating	(176,615)	3,005	-	(173,610)
Equity in property and equipment	5,799	1,798,694	-	1,804,493
	<u>(170,816)</u>	<u>1,801,699</u>	<u>-</u>	<u>1,630,883</u>
Temporarily restricted	243,119	-	-	243,119
	<u>72,303</u>	<u>1,801,699</u>	<u>-</u>	<u>1,874,002</u>
Total Liabilities and Net Assets	\$ 175,785	\$ 1,841,877	\$ -	\$ 2,017,662

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidating Statement of Financial Position

December 31, 2016 (as restated)

	GLA-US	GLA-H	Eliminations	Total
ASSETS:				
Cash and cash equivalents	\$ 98,068	\$ 51,518	\$ -	\$ 149,586
Investments—equity securities	8,105	-	-	8,105
Accounts receivable	32,724	1,529	-	34,253
Inventory	16,551	34,740	-	51,291
Prepaid expenses and other assets	-	22,750	-	22,750
Cash restricted for long-term purposes	152,600	-	-	152,600
Property and equipment—net	4,322	1,644,406	-	1,648,728
	<u>\$ 312,370</u>	<u>\$ 1,754,943</u>	<u>\$ -</u>	<u>\$ 2,067,313</u>
Total Assets	\$ 312,370	\$ 1,754,943	\$ -	\$ 2,067,313
LIABILITIES AND NET ASSETS:				
Liabilities:				
Accounts payable and accrued expenses	\$ 100,424	\$ 35,929	\$ -	\$ 136,353
	<u>100,424</u>	<u>35,929</u>	<u>-</u>	<u>136,353</u>
Net assets:				
Unrestricted:				
Operating	(78,450)	74,608	-	(3,842)
Equity in property and equipment	4,322	1,644,406	-	1,648,728
	<u>(74,128)</u>	<u>1,719,014</u>	<u>-</u>	<u>1,644,886</u>
Temporarily restricted	286,074	-	-	286,074
	<u>211,946</u>	<u>1,719,014</u>	<u>-</u>	<u>1,930,960</u>
Total Liabilities and Net Assets	\$ 312,370	\$ 1,754,943	\$ -	\$ 2,067,313

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidating Statement of Activities

Year Ended December 31, 2017

	GLA-US	GLA-H	Eliminations	Total
SUPPORT AND REVENUE:				
Contributions	\$ 1,549,260	\$ 1,131,656	\$ (1,106,391)	\$ 1,574,525
Adoption income	82,378	-	-	82,378
Gift-in-kind contributions	3,247	150	-	3,397
Realized and unrealized losses	(913)	-	-	(913)
Other income	588	7,481	-	8,069
	<u>1,634,560</u>	<u>1,139,287</u>	<u>(1,106,391)</u>	<u>1,667,456</u>
EXPENSES:				
Program activities	1,496,357	993,652	(1,106,391)	1,383,618
Supporting activities:				
General and administrative	247,104	62,950	-	310,054
Fund-raising	30,742	-	-	30,742
	<u>277,846</u>	<u>62,950</u>	<u>-</u>	<u>340,796</u>
Total Expenses	<u>1,774,203</u>	<u>1,056,602</u>	<u>(1,106,391)</u>	<u>1,724,414</u>
Change in Net Assets	(139,643)	82,685	-	(56,958)
Net Assets, Beginning of Year	<u>211,946</u>	<u>1,719,014</u>	<u>-</u>	<u>1,930,960</u>
Net Assets, End of Year	<u>\$ 72,303</u>	<u>\$ 1,801,699</u>	<u>\$ -</u>	<u>\$ 1,874,002</u>

GOD'S LITTLEST ANGELS AND AFFILIATE

Consolidating Statement of Activities

Year Ended December 31, 2016 (as restated)

	<u>GLA-US</u>	<u>GLA-H</u>	<u>Eliminations</u>	<u>Total</u>
SUPPORT AND REVENUE:				
Contributions	\$ 1,860,757	\$ 1,346,231	\$ (1,308,229)	\$ 1,898,759
Adoption income	180,095	2,125	-	182,220
Gift-in-kind contributions	56,688	-	-	56,688
Realized and unrealized gains	2,019	-	-	2,019
Other income	9,430	2,534	-	11,964
	<u>2,108,989</u>	<u>1,350,890</u>	<u>(1,308,229)</u>	<u>2,151,650</u>
EXPENSES:				
Program activities	1,724,959	1,214,568	(1,308,229)	1,631,298
Supporting activities:				
General and administrative	248,650	66,726	-	315,376
Fund-raising	35,181	556	-	35,737
	<u>283,831</u>	<u>67,282</u>	<u>-</u>	<u>351,113</u>
Total Expenses	<u>2,008,790</u>	<u>1,281,850</u>	<u>(1,308,229)</u>	<u>1,982,411</u>
Change in Net Assets	100,199	69,040	-	169,239
Net Assets, Beginning of Year				
As previously stated	118,305	1,673,903	-	1,792,208
Prior period adjustment (note 8)	(6,558)	(23,929)	-	(30,487)
As restated	<u>111,747</u>	<u>1,649,974</u>	<u>-</u>	<u>1,761,721</u>
Net Assets, End of Year	<u>\$ 211,946</u>	<u>\$ 1,719,014</u>	<u>\$ -</u>	<u>\$ 1,930,960</u>