

**REVIEWED FINANCIAL STATEMENTS
and SUPPLEMENTARY INFORMATION**
For the Years Ended May 31, 2016 and 2015
Prepared for:
BRIDGE BUILDERS INTERNATIONAL

ANDERSON GROUP
CERTIFIED PUBLIC ACCOUNTANTS, LLC
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BRIDGE BUILDERS INTERNATIONAL

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Partners
Kristen P. Gose, CPA
Alyce Chapman, CPA

To the Board of Directors
Bridge Builders International
Philomath, Oregon

We have reviewed the accompanying financial statements of Bridge Builders International (a nonprofit organization), which comprise the statement of financial position as of May 31, 2016 and 2015, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of 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, we do not express such an opinion.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements and supplementary information 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the result of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

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

Supplementary Information

The information included in the accompanying supplementary schedule of net asset balances for the year ended May 31, 2016 is presented only for additional analysis purposes and is not a required part of these financial statements. The supplementary information is the representation of management. We have reviewed the information, and based on the accountant's review, we are not aware of any material modifications that should be made to the information in order for it to be in conformity with the applicable financial reporting framework. We have not audited the supplementary information and, accordingly, do not express an opinion on such information.

Anderson Group CPAs, LLC

Anderson Group CPAs, LLC
October 10, 2016

Member of American Institute of Certified Public Accountants

BRIDGE BUILDERS INTERNATIONAL
Statement of Financial Position
As of May 31,

	2016	2015
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 222,847	\$ 143,576
Deposits	-	4,000
Employee advances	-	-
	222,847	147,576
PROPERTY AND EQUIPMENT		
Equipment	12,825	12,825
Accumulated depreciation	(8,669)	(6,382)
	4,156	6,443
Net Property and Equipment	4,156	6,443
TOTAL ASSETS	\$ 227,003	\$ 154,019
LIABILITIES AND NET ASSETS		
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 280	\$ 115
Accrued payroll liabilities	4,766	4,097
Credit cards payable	3,712	3,476
	8,758	7,688
Total Current Liabilities	8,758	7,688
TOTAL LIABILITIES	8,758	7,688
NET ASSETS		
Unrestricted	72,653	48,547
Temporarily restricted	145,592	97,784
	218,245	146,331
TOTAL NET ASSETS	218,245	146,331
TOTAL LIABILITIES AND NET ASSETS	\$ 227,003	\$ 154,019

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Statement of Activities
For the Years Ended May 31,

	2016	2015
UNRESTRICTED NET ASSETS		
Unrestricted Revenue and Other Support		
Contributions	\$ 314,930	\$ 312,336
Miscellaneous	610	5,486
Income from investments	77	42
	315,617	317,864
Net assets released from restrictions	419,528	315,723
	735,145	633,587
Expenses		
Ministry expenses	512,347	403,797
Personnel	67,102	49,927
General and administrative	65,778	97,101
Fundraising	65,812	38,624
	711,039	589,449
Increase in Unrestricted Net Assets	24,106	44,138
TEMPORARILY RESTRICTED NET ASSETS		
Contributions	467,336	377,709
Net assets released from restrictions	(419,528)	(315,723)
	47,808	61,986
INCREASE IN NET ASSETS	71,914	106,124
NET ASSETS BEGINNING OF YEAR	146,331	40,207
NET ASSETS END OF YEAR	\$ 218,245	\$ 146,331

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Statement of Cash Flows
For the Years Ended May 31,

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase in net assets	\$ 71,914	\$ 106,124
Adjustments to reconcile change in net assets to cash provided by operating activities:		
Depreciation	2,287	2,171
Loss on Disposal of assets	-	565
Decrease (Increase) in Other current assets	4,000	(4,000)
Increase (Decrease) in Accounts payable	165	(2,454)
Increase (Decrease) in Accrued payroll liabilities	669	(1,391)
Increase in Credit cards payable	236	2,302
	79,271	103,317
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	-	(1,261)
	-	(1,261)
NET INCREASE IN CASH AND CASH EQUIVALENTS	79,271	102,056
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	143,576	41,446
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 222,847	\$ 143,502

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2016 and 2015

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Bridge Builders International (the “Organization”), an Oregon nonprofit corporation, was incorporated in December 1994. The Organization’s purpose is to assist Christ-centered churches and missionary organizations to build working relationships with churches and other ministries in developing countries by establishing partnerships between them. The activity of the Organization includes the development of training materials to promote the purposes of the Organization and the mobilization of believers in the United States to have effective ministries in the developing countries of the world. The Organization is primarily supported through contributions from individuals and churches.

The Organization is governed and managed by a Board of Directors.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

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 and disclosures of contingent 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.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months.

Investment Securities

Under FASB ASC 958-320-35 (formerly SFAS No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*), investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2016 and 2015

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Property and Equipment

Acquisitions of property and equipment in excess of \$2,500 for the year ended May 31, 2016 and \$150 for the year ended May 31, 2015 are capitalized. Property and equipment is stated at cost except for donated assets, which is stated at fair value on the date of donation. Depreciation is computed based on the straight-line method over the estimated useful lives of the related assets, which is generally over a period of five years. Depreciation expense for the years ended May 31, 2016 and 2015 was \$2,287 and \$2,171, respectively.

Advertising

The Organization uses advertising to promote its programs. Advertising costs are expensed as incurred. Advertising expense for the years ended May 31, 2016 and 2015 was \$3,094 and \$3,014, respectively.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. There were no permanently restricted contributions received in either of the years ended May 31, 2016 and 2015.

All donor-restricted contributions are reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a 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 activities as net assets released from restrictions.

Income Tax Status

The Organization is exempt from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, no provision for income taxes is made in the financial statements.

Bridge Builders International's Federal Exempt Organization Business Income Tax Returns and Oregon Charitable Activities Forms (Form 990 and Form CT-12) for 2012, 2013, and 2014 are subject to examination by the IRS and ODOR, generally for three years after they were filed.

NOTE B – COMPENSATED ABSENCES

Employees of the Organization are entitled to paid vacation, depending on job classification, length of service, and other factors. All vacation hours have been used, therefore no accrued liability was calculated as of May 31, 2016 and 2015.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2016 and 2015

NOTE C – TEMPORARILY RESTRICTED ASSETS

Funds that are designated by the board or by donors that are not used up during the current fiscal year are shown as temporarily restricted net assets. Temporarily restricted net assets as of May 31, 2016 and 2015 are \$145,592 and \$97,784, respectively.

NOTE D – FAIR VALUE OF ASSETS AND LIABILITIES

The Organization adopted the provisions of FASB Accounting Standards Codification (ASC) 820, effective January 1, 2008. This established a three-tier fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the assets or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement of its entirety.

As of May 31, 2016 and 2015, the Organization had no liabilities that are required to be measured in accordance with FASB ASC 820.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2016 and 2015

NOTE F – RELATED PARTY TRANSACTIONS

The Organization contributes financial assets to Partners Association Latvia, a non-profit organization located in Riga, Latvia who distributes the funds and provides grants in furtherance of their charitable purposes. During the years ended May 31, 2016 and 2015 The Organization contributed \$213,483 and \$138,241 and provided expense reimbursements of \$58,367 and \$64,068, respectively.

NOTE G – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the Statement of Financial Position date but before financial statements are issued. The Organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the Statement of Financial Position, including the estimates inherent in the process of preparing the financial statements. The Organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the Statement of Financial Position but arose after that date and before financial statements are available to be issued. The Organization has evaluated subsequent events through October 10, 2016 the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

BRIDGE BUILDERS INTERNATIONAL
Supplementary Schedule of Net Asset Balances
For the Year Ended May 31, 2016

Fund	Beginning Balance	Donations	Expenses	Ending Balance
Baltic Pastoral Institute	\$ 3,389	\$ 2,060	\$ 3,547	\$ 1,902
Camp Eagle's Wings	8,685	128,298	135,699	1,284
Camp Ganibus	-	64,688	61,300	3,388
European Student Fund	7,000	12,000	13,000	6,000
Hope for Farm Families	-	59,745	2,220	57,525
Humanitarian Aid Designed to Live	662	34,865	27,145	8,382
Humanitarian Aid Intern Funds	400	4,898	1,447	3,851
Humanitarian Aid New Hope Latvia	3,456	7,780	7,496	3,740
Humanitarian Aid Otra Elpa	3,439	3,265	5,063	1,641
Humanitarian Aid Special Needs	135	-	-	135
ImagiNATIONS and Prayer Days	18,641	-	4,085	14,556
Ministry Hewitt	5,807	27,949	30,934	2,822
Ministry Jensen	6,790	46,495	51,131	2,154
Ministry Leatherwood	33,212	33,199	37,121	29,290
Ministry Lidums	1,945	12,230	9,784	4,391
Ministry Peterson	1,619	979	114	2,484
Ministry Roth	883	7,710	8,454	139
Mission Pakapieni	90	9,510	9,393	207
Pastors Latvian	-	10,565	9,755	810
Pastors Phillippines	-	1,100	1,100	-
Publishing Project - Peace Child	22	-	-	22
Technology Fund	1,609	-	740	869
Total Temporarily Restricted Funds	97,784	467,336	419,528	145,592
Total General Fund	48,547	315,617	291,511	72,653
Total Net Assets	<u>\$ 146,331</u>	<u>\$ 782,953</u>	<u>\$ 711,039</u>	<u>\$ 218,245</u>

See accompanying independent accountant's review report.