

**WORLD WITHOUT ORPHANS GLOBAL
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
DECEMBER 31, 2022
AND
INDEPENDENT AUDITOR'S REPORT**

HAMILTON & MUSSER, P.C.
Certified Public Accountants

WORLD WITHOUT ORPHANS GLOBAL

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
World Without Orphans Global
Mount Joy, Pennsylvania

Opinion

We have audited the accompanying financial statements of World Without Orphans Global (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets – cash basis as of December 31, 2022, and the related statements of support, revenue, and expenses – cash basis and functional expenses – cash basis for the year ended December 31, 2022, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of World Without Orphans Global as of December 31, 2022, and its support, revenue, and expenses for the year then ended in accordance with the cash basis of accounting as described in Note 1.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of World Without Orphans Global and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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 this matter.

Responsibilities of Management 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 described in Note 1; and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the World Without Orphans Global's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 World Without Orphans Global's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the World Without Orphans Global's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

November 15, 2023

Mechanicsburg, Pennsylvania



Certified Public Accountants

WORLD WITHOUT ORPHANS GLOBAL
Statement of Assets, Liabilities, and Net Assets – Cash Basis
December 31, 2022

Assets	
Cash and Cash Equivalents	\$ 463,956
Total Assets	<u>\$ 463,956</u>
Liabilities	
Total Liabilities	<u>\$ -</u>
Net Assets	
Without Donor Restrictions	296,458
With Donor Restrictions (Note 3)	<u>167,498</u>
Total Net Assets	<u>463,956</u>
Total Liabilities and Net Assets	<u>\$ 463,956</u>

The Accompanying Notes are an Integral Part of the Financial Statements

WORLD WITHOUT ORPHANS GLOBAL
Statement of Support, Revenue, and Expenses – Cash Basis
For the Year Ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Support and Revenue			
Contributions	\$ 261,668	\$ 198,943	\$ 460,611
Grants	257,650	159,948	417,598
Program Services Revenue	26,284	-	26,284
Net Assets Released from Restrictions	<u>236,393</u>	<u>(236,393)</u>	<u>-</u>
Total Support and Revenue	<u>781,995</u>	<u>122,498</u>	<u>904,493</u>
Expenses			
Program Services	537,709	-	537,709
Supporting Services			
Management and General	41,038	-	41,038
Fundraising	<u>34,960</u>	<u>-</u>	<u>34,960</u>
Total Expenses	<u>613,707</u>	<u>-</u>	<u>613,707</u>
Change in Net Assets	168,288	122,498	290,786
Net Assets, Beginning of Year	<u>128,170</u>	<u>45,000</u>	<u>173,170</u>
Net Assets, End of Year	<u>\$ 296,458</u>	<u>\$ 167,498</u>	<u>\$ 463,956</u>

The Accompanying Notes are an Integral Part of the Financial Statements

WORLD WITHOUT ORPHANS GLOBAL
Statement of Functional Expenses – Cash Basis
For the Year Ended December 31, 2022

	Supporting Services			
	Program Services	Management and General	Fundraising	Total
Bank Fees	\$ -	\$ 8,316	\$ -	\$ 8,316
Contract Labor	249,595	22,896	34,419	306,910
Contributions	11,657	-	-	11,657
Dues and Memberships	-	729	-	729
Insurance	-	1,018	-	1,018
Legal and Professional Fees	-	4,510	-	4,510
Miscellaneous Expenses	-	9	-	9
Mission Expenses	214,122	-	-	214,122
Office Expenses	609	3,362	541	4,512
Taxes and Licenses	-	198	-	198
Travel	61,726	-	-	61,726
Total	\$ 537,709	\$ 41,038	\$ 34,960	\$ 613,707

The Accompanying Notes are an Integral Part of the Financial Statements

WORLD WITHOUT ORPHANS GLOBAL

Notes to Financial Statements
For the Year Ended December 31, 2022

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities:

World Without Orphans Global (the Agency) is a not-for-profit entity under Section 501(c)(3) of the Internal Revenue Code whose vision is that every child would grow up in a safe and loving family, know their Heavenly Father and reach their God-given purpose. The Agency's mission is to call and equip national leaders to collaborate in solving the orphaned and vulnerable children crisis. In November 2019, BeRemedy, Inc. filed an Articles of Incorporation Amendment to legally change its name to World Without Orphans Global. The filed amendment was a name change only with the Agency's primary function remaining the same as it was while operating under BeRemedy, Inc. The Agency is primarily supported through contributions and grants.

Basis of Accounting:

The financial statements of the Agency have been prepared on the cash basis of accounting. Under this method of accounting, revenue is recognized when received rather than when earned, and expenses are recognized when cash is disbursed rather than when the obligation is incurred.

Basis of Presentation:

Financial statement presentation follows the *Not-for-Profit Entities* topic of the Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) which requires the Agency to report information regarding its assets, liabilities, net assets, support, revenue, and expenses according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Contributions:

Contributions received are recorded as increases in net assets with or without donor restrictions, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the Statement of Support, Revenue, and Expenses – Cash Basis as net assets released from restrictions. However, if restrictions expire for net assets with donor restrictions in the same year that the contribution is received, then the contribution is recorded without donor restriction on the Statement of Support, Revenue, and Expenses – Cash Basis.

Cash and Cash Equivalents:

For the purpose of the Statement of Assets, Liabilities, and Net Assets – Cash Basis, cash and cash equivalents include all highly liquid investments with an initial maturity of three months or less.

Functional Allocation of Expenses:

The Agency's program is engaged in organizing, educating, and actively fostering the collaboration between individuals, churches and government officials with a collective focus on implementing family-based solutions for orphans and vulnerable children around the world.

The program income is earned from activities. The costs of providing the various programs and activities have been summarized on a functional basis in the Statement of Support, Revenue, and Expenses – Cash Basis. Expenses that can be identified with a specific program or support service are charged directly to that program or support service.

Management and General expenses include those costs that are not directly identifiable with any specific program but which provide for the overall support and direction of the Agency.

WORLD WITHOUT ORPHANS GLOBAL

Notes to Financial Statements
For the Year Ended December 31, 2022

NOTE 1 NATURE OF ACTIVITIES AND SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Functional Allocation of Expenses (Continued):

Fundraising expenses represent the allocable portion of contract labor and office expenses that as determined by management represent the time and effort spent on fundraising efforts. Such allocations are determined by management on an equitable basis.

Taxation:

The Agency is exempt from federal income tax as provided by Code Section 501(c)(3) of the Internal Revenue Code. Donors are entitled to deductions for federal income tax purposes for contributions made to the Agency in accordance with the Internal Revenue Code. Accordingly, no income tax is incurred unless the Agency earns income considered to be unrelated business income. The Agency conducted no activities which were subject to income taxes.

Management evaluated the tax positions taken and concluded that the Agency had taken no uncertain tax positions that require recognition or disclosure in the financial statements. With few exceptions, the Agency is no longer subject to income tax examinations by the U.S. federal, state or local tax authorities for years before December 31, 2019.

Contributed Services:

The Agency receives a substantial amount of services donated by its members in carrying out the Agency's purpose. No amounts have been reflected in the financial statements for those services since the Agency's financial statements are on the cash basis of accounting.

NOTE 2 AVAILABILITY AND LIQUIDITY

The following represents the Agency's financial assets at December 31, 2022:

Financial Assets:	
Cash and Cash Equivalents	<u>\$ 463,956</u>
Total Financial Assets	<u>463,956</u>
Less Amounts Not Available to be Used Within One Year	
Net Assets with Donor Restrictions	<u>167,498</u>
Financial Assets Available to Meet Expenses Over the Next Year	<u>\$ 296,458</u>

The Agency's plan is generally to maintain financial assets to meet 90 days of operating expenses.

NOTE 3 NET ASSETS WITH DONOR RESTRICTIONS

Time and purpose restricted net assets are available for the following purposes at December 31, 2022:

Global Forum 2023	\$ 11,250
Training and Materials	15,229
Ukraine Relief	<u>141,019</u>
Total	<u>\$ 167,498</u>

WORLD WITHOUT ORPHANS GLOBAL

Notes to Financial Statements
For the Year Ended December 31, 2022

NOTE 4 CONCENTRATION OF REVENUE

The Agency has received grants and contributions from various organizations and individuals. The Agency received 16.6% of its revenue in grants from the GHR Foundation, 16.6% in grants from the National Christian Foundation, and 10.5% in grants from an anonymous grantor for the year ended December 31, 2022. Without these sources of revenue, the Agency's ability to carry out its program services could be significantly reduced.

NOTE 5 CONCENTRATED CREDIT RISK

Financial instruments that potentially subject the Agency to concentrations of credit risk consist principally of cash and cash equivalents held with financial institutions. Accounts at financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per institution. Amounts in excess of the FDIC limit totaled \$208,201 at December 31, 2022.

NOTE 6 COMMITMENTS AND CONTINGENCIES

The Agency has been operating in an environment that has been economically impacted by the COVID-19 pandemic. The full impact of the pandemic on the Agency is not known as of the release of these financial statements. However, management is monitoring the current conditions and their potential impact.

NOTE 7 SUBSEQUENT EVENTS

Subsequent events have been evaluated through November 15, 2023, which is the date the financial statements were available to be issued.