FULAA LIFELINE INTERNATIONAL

FINANCIAL STATEMENTS and
INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Years Ended December 31, 2023 and 2022

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Independent Accountant's Compilation Report

To the Board of Directors
FULAA Lifeline International
Annandale, VA

Management is responsible for the accompanying financial statements of FULAA Lifeline International (a non-profit corporation), which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.



Alan M. Lane, CPA
Craig, CO
March 19, 2024

FULAA LIFELINE INTERNATIONAL
Statements of Financial Position
December 31, 2023 and 2022

	2023	2022
ASSETS:		
Cash and Cash Equivalents	$ 117,041	$ 149,923
Investments	1,196	502
Other Current Assets		
Fixed Assets (net)	482,447	505,557
Total Assets	$ 600,684	$ 655,982
LIABILITIES AND NET ASSETS:		
Liabilities		
Accounts Payable & Accrued Expenses	$ 338	$ 17,053
Total Liabilities	338	17,053
Net assets:		
Without Donor Restrictions	600,346	637,096
With Donor Restrictions		1,833
Total Net Assets	600,346	638,929
Total Liabilities and Net Assets	$ 600,684	$ 655,982

See accompanying notes and independent accountant's compilation report

FULAA LIFELINE INTERNATIONAL
Statements of Activities
Years Ended December 31, 2023 and 2022

	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions	$ 175,717	$ 27,645	$ 203,362	$ 171,802	$ 102,250	$ 274,052
In-Kind Donations	3,259		3,259	283		283
Interest and Dividends	16		16	29		29
Other Income	63		63	444		444
Net Assets released from restrictions and designations	29,478	(29,478)	0	151,332	(151,332)	0
Total Support and Revenue	208,533	(1,833)	206,700	323,890	(49,082)	274,808
EXPENSES:						
Program Services	210,669		210,669	247,742		247,742
Supporting Services						
General & Administrative	25,465		25,465	24,760		24,760
Fundraising	9,149		9,149	9,053		9,053
Total Supporting Services	34,614		34,614	33,813		33,813
Total Expenses	245,283		245,283	281,555		281,555
CHANGE IN NET ASSETS	(36,750)	(1,833)	(38,583)	42,335	(49,082)	(6,747)
BEGINNING NET ASSETS	637,096	1,833	638,929	594,761	50,915	645,676
ENDING NET ASSETS	$ 600,346	$ 0	$ 600,346	$ 637,096	$ 1,833	$ 638,929

See accompanying notes and independent accountant's compilation report

FULAA LIFELINE INTERNATIONAL
Statements of Functional Expenses
Years Ended December 31, 2023 and 2022

EXPENSES	2023 Program	2023 General & Administrative	2023 Fundraising	2023 Total	2022 Program	2022 General & Administrative	2022 Fundraising	2022 Total
Africa								
Care of Children	$ 120,772	$	$	$ 120,772	$ 140,684	$	$	$ 140,684
Cornerstone School	21,260			21,260	25,002			25,002
Depreciation	26,539			26,539	24,169			24,169
Ministry	3,467	6,794		10,261	6,305	8,505		14,810
Travel	6,520			6,520	7,409			7,409
Ministry and Other Grants	300			300	3,500			3,500
Building Maintenance	8,318			8,318	9,911			9,911
Medical Clinic	3,947			3,947	5,507			5,507
Farm	4,869			4,869	12,098			12,098
Total Expenses - Africa	195,992	6,794		202,786	234,585	8,505		243,090
United States								
Salaries	10,406	10,406	5,204	26,016	9,640	9,640	4,820	24,100
Payroll Taxes	796	796	398	1,990	738	738	368	1,844
Payroll Processing Fees	572	572	285	1,429	556	556	279	1,391
Overhead	1,583	5,577	792	7,952	1,155	4,253	1,327	6,735
Telecommunications	1,320	1,320	659	3,299	1,068	1,068	533	2,669
Outreach			1,811	1,811			1,726	1,726
Total Expenses - United States	14,677	18,671	9,149	42,497	13,157	16,255	9,053	38,465
Total Expenses	$ 210,669	$ 25,465	$ 9,149	$ 245,283	$ 247,742	$ 24,760	$ 9,053	$ 281,555

See accompanying notes and independent accountant's compilation report

FULAA LIFELINE INTERNATIONAL
Statements of Cash Flows
Years Ended December 31, 2023 and 2022

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	$ (38,583)	$ (6,747)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	26,539	24,169
Decrease (Increase) in Current Assets		
Increase (Decrease) in Accounts Payable and Accrued Expenses	(16,715)	16,264
NET CASH PROVIDED BY OPERATING ACTIVITIES	(28,759)	33,686
CASH FLOWS FROM INVESTING ACTIVITIES:		
Change in Investments, net	(694)	1,994
Purchases of fixed assets	(3,429)	(109,738)
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	(4,123)	(107,744)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(32,882)	(74,058)
BEGINNING CASH AND CASH EQUIVALENTS	149,923	223,981
ENDING CASH AND CASH EQUIVALENTS	$ 117,041	$ 149,923
Interest Paid	0	3,300

See accompanying notes and independent accountant'scompilation report

FULAA LIFELINE INTERNATIONAL
Notes to the Financial Statements
Years Ended December 31, 2023 and 2022

Note 1 - Organization and Summary of Significant Accounting Policies

Organization and Programs

FULAA Lifeline International (FULAA) was organized in 1998 as a nonprofit corporation in the State of Virginia. Rev. Samuel Juma and his wife launched FULAA to meet the needs of the suffering, displaced people of South Sudan. For decades, South Sudan has been ravaged by two civil wars, the latest of which resulted in more than two million deaths and millions more displaced. Since 1998, FULAA has been serving alongside churches to bring the compassion of Jesus Christ to people in great need.
Pastor Juma serves as the Executive Director and the Board of Directors governs the organization. In March 2022, the board approved the appointment of Mr. Stephen Nye as the new board chairman. Mr. Nye replaced the outgoing chairman, Rev. Bill Kynes, who had served FULAA for twenty years.

Currently, FULAA is located in a town outside Adjumani, Uganda. Working closely with a church there, FULAA sponsors the Cornerstone Children's Home, an orphanage for 58 children as well as a medical clinic. In addition, there is a school on the compound for 410 students that is run independently. FULAA provides some supervision and financial support to the school. Also, FULAA provides a limited number of individual scholarships for primary, secondary and post-secondary education. During 2020 FULAA began an agricultural project on 20 acres of land located an hour from the compound. The goal of the project has been to complement the nutrition and education of the children that FULAA supports.

FULAA's original home is located in Nimule, South Sudan. In 2016, the children in Nimule had to be evacuated to Uganda because of the brutal civil war. FULAA continues to maintain the property in Nimule which is used by South Sudanese families and a church.

FULAA works directly with the people it serves without the overhead of a large and complex organization. FULAA is a 501(c)(3) organization and is an accredited member of the Evangelical Council for Financial Accountability.

Basis of Presentation

The financial statements have been prepared using the accrual basis of accounting. In addition, the financial statement presentation follows the requirements of the *Financial Accounting Standards Board Accounting Standards Codification (FASB ASC),* which requires the Organization to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

Net Assets Without Donor Restrictions

Net assets without donor restrictions are neither perpetually nor temporarily restricted by donor-imposed stipulations and include revenue from fees, certain investment Income, and all gifts, grants, and contributions that are free of donor restrictions. These amounts are currently available at the discretion of the Organization's Board for use in its operations.

Net Assets with Donor Restrictions

Net assets with donor restrictions account for unspent contributions that are restricted by the donor to use for specific purposes or during specific time periods.

Revenues and Expenses

Contributions without donor restrictions are recognized as income when cash or ownership of donated assets is unconditionally promised to the Organization. Contributions with donor restrictions are recognized as income in the statement of activities when cash or the ownership of assets is unconditionally promised to the Organization, and they are subsequently released to net assets without donor restrictions when conditions have occurred in satisfaction of those designations. Other income is recognized when earned. Expenses are recognized when incurred in accordance with the accrual basis of accounting.

Cash

Highly liquid investments with initial maturities of three months or less are considered to be cash equivalents. The Organization's cash and cash equivalents are on deposit with major domestic financial institutions. Accounts at each bank are insured by the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2023 and 2022, the FDIC insurance coverage for bank deposits is up to $250,000 per account holder. Cash equivalents, other securities, and limited amounts of cash held in brokerage accounts are protected by the Securities Investor Protection Corporation (SIPC) in the event of broker-dealer failure, up to $500,000 of protection for each brokerage account with a limit of $250,000 for claims of uninvested cash balances. The SIPC insurance does not protect against market losses on investment.

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

Property and Equipment

Property and equipment are stated at cost net of depreciation, which is computed using the straight-line method over the estimated useful service life of the assets. Additions and betterments of $1,000 or more are capitalized, while repairs and maintenance that do not improve or extend the useful lives of the respective assets are expensed currently.

Donated Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as support increasing net assets without donor restrictions unless the donor has restricted the donated assets for a specific purpose or period of time. Assets with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization decreases net assets with donor restrictions and increases net assets without donor restrictions at that time (net assets released from restrictions).

Donated Other Assets

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair value at the date of donation.

Donated Services

No amounts have been reflected in the financial statements for donated services as the criteria for recognition has not been met under FASB ASC. However, many individuals volunteer their time and perform a variety of tasks that assist the Organization with specific ministry programs, campaign solicitations, and various committee assignments.

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

Expense Allocation

The cost of providing various programs and other activities has been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Allocated expenses include salaries, payroll taxes & processing fees, certain office expenses, IT, and telecommunications. Those expenses were allocated based on management's estimate of time and effort. Nearly all expenses incurred in Africa were classified as program expenses, while certain other expenses that could be identified with a specific area were allocated directly.

Use of Estimates in Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure 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 may differ from the estimates.

Subsequent Events

Management has evaluated all subsequent events and transactions through March 19, 2024, the date the financial statements were available to be issued.

New Projects

During 2021, the organization began a campaign to build a boys' dormitory on the compound in Adjumani, Uganda. The campaign included reaching out to current donors and potential partners as well as obtaining quotes for the construction of the building. Construction was completed in 2022 at a total cost of $104,448.

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

Investments

Investments are reported at cost, if purchased, or at fair value, if donated. Thereafter, investments are reported at their fair values in the statements of financial position, and changes in fair value are reported as investment return in the statements of activities. Investment return/(loss) is reported net in the statements of activities and consists of realized and unrealized gains and losses, less external and direct internal investment expenses. Interest and dividends and investment return are reflected in the statements of activities as income without donor restrictions or income with donor restrictions based upon the existence and nature of any donor restrictions. Interest and dividends and investment return that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the interest and dividends and investment return are recognized. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statements of activities in the period in which the securities are sold. Interest is recorded when earned. Dividends are accrued as of the ex-dividend date. **Fair value** is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). FULAA Lifeline International groups assets at fair value in three levels, based on the markets in which the assets are traded and the reliability of the assumptions used to determine fair value. These levels are:

Investments (continued)

Level 1 Unadjusted quoted market prices for identical assets in active markets as of the measurement date.

Level 2 Other observable inputs, either directly or indirectly, including:

- Quoted prices for similar assets in active markets
- Quoted prices for identical or similar assets in non-active markets
- Inputs other than quoted prices that are observable for the asset; and,
- Inputs that are derived principally from or corroborated by other observable market data.

Level 3 Unobservable inputs that cannot be corroborated by observable market data.

Note 2 - Income Tax Status

The Organization is classified as a Section 501(c)(3) Organization under the Internal Revenue Code of 1986. However, income from certain activities not directly related to the Organization's tax exemption purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable contribution deduction under section 170(b)(1)(A)(vi) and has been classified as a publicly supported organization. Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain position that, more likely than not, would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization, and has concluded that as of December 31, 2023 and 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) for disclosure in the financial statements. The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any open tax periods.

Note 3 - Concentration of Risk

Financial instruments that potentially expose the Organization to concentrations of credit risk consist primarily of contributions receivable. The Organization does not recognize or record contributions receivable based on pledges received or any other basis. Contributions are generally recognized and recorded when the contribution is received. The Organization maintains its cash in bank accounts which, at times, may exceed federally insured limits. The Organization invests with financial institutions of sound reputation and evaluates credit risk on an ongoing basis. The Organization has not experienced any losses in such accounts.

Note 4 - Liquidity and Availability of Financial Assets

The following reflects the Organization's financial assets as of the Statement of Financial Position date, December 31, 2023 and 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the Statement of Financial Position date.

Financial Assets	December 31, 2023	December 31, 2022
Cash & Cash Equivalents	$ 117,041	$ 149,923
Less assets unavailable for general expenditures because of donor-imposed restrictions:		(1,833)
Financial Assets Available for General Expenditures	$ 117,041	$ 148,090

Note 5 - Fixed Assets

Expenditures for equipment are capitalized at cost. Donated assets are capitalized at their fair market value on the date of the gift if such value is readily ascertainable. Expenditures for repairs and maintenance are charged to expense. It is the Organization's policy to carry capitalized items at cost, with depreciation provided on a straight-line basis over the estimated useful lives of the assets.

Fixed Assets at December 31, 2023 and 2022, consisted of the following:

	December 31, 2023	December 31, 2022
Nimule Buildings	$ 328,915	$ 328,915
Nimule Land	40,000	40,000
Adjumani Buildings	273,770	270,342
Adjumani Land	20,879	20,879
Furniture and Equipment	35,550	35,550
Less Accumulated Depreciation	(216,667)	(190,129)
Net Fixed Assets	$ 482,447	$ 505,557

Note 6 – Leases

There were no operating or capital leases during the years ended December 31, 2023 or 2022.

Note 7 – Investments

The Organization's investments are recorded at fair market value and have been categorized on the fair market value hierarchy mentioned in Note 1. Investments were as follows:

	December 31, 2023	December 31, 2022
Government Money Market Account	$ 1,196	$ 502
Total Investments	$ 1,196	$ 502

All investments are Level 1.