



Bridges for Peace, Inc.

FINANCIAL STATEMENTS

December 31, 2021 and 2020



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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Bridges for Peace, Inc.

Opinion

We have audited the accompanying financial statements of Bridges for Peace, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2021 and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bridges for Peace, Inc. as of December 31, 2021, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America

Basis of 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 Bridges for Peace, Inc. 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.

Responsibilities of Management 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, and 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 Bridges for Peace, Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibility 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 auditors' 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, including omissions, 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 Bridges for Peace, Inc.'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 Bridges for Peace, Inc.'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.

Report on Summarized Comparative Information

We have previously audited Bridges for Peace, Inc.'s financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 6, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Carr, Riggs & Ingram, L.L.C.

CARR, RIGGS & INGRAM, LLC

Orlando, Florida
May 10, 2022

Bridges for Peace, Inc.
Statements of Financial Position

<i>December 31,</i>	2021	2020
Assets		
Current assets		
Cash and cash equivalents	\$ 966,326	\$ 622,338
Pledges receivable, net of allowance for uncollectible pledges	75,358	93,374
Investments	194,877	191,899
Inventory	3,657	5,127
Prepaid expenses and other	34,472	19,596
Total current assets	1,274,690	932,334
Non-current assets		
Deposits	2,237	-
Operating lease right-of-use asset	9,948	17,015
Property, equipment and improvements, net	46,384	56,043
Interest in limited liability company	204,341	209,341
Investments held for long term purposes	179,870	171,125
Total non-current assets	442,780	453,524
Total assets	\$ 1,717,470	\$ 1,385,858
Liabilities and Net Assets		
Liabilities		
Current liabilities		
Accounts payable	\$ 23,152	\$ 36,059
Due to related organizations	35,888	53,456
Accrued expenses	67,212	37,123
Current portion of operating lease liability, net of interest	6,022	5,686
Charitable gift annuities, current portion	20,469	20,469
Total current liabilities	152,743	152,793
Long-term liabilities		
Operating lease liability, net of interest and current portion	2,085	8,108
Charitable gift annuities, long term portion	159,400	150,656
Total long-term liabilities	161,485	158,764
Net assets		
Net assets without donor restrictions	1,083,055	759,914
Net assets with donor restrictions	320,187	314,387
Total net assets	1,403,242	1,074,301
Total liabilities and net assets	\$ 1,717,470	\$ 1,385,858

The accompanying notes are an integral part of these financial statements.

Bridges for Peace, Inc.
Statement of Activities
(with prior year summarized information)

<i>For the years ended December 31,</i>	Without Donor Restrictions	With Donor Restrictions	2021 Total	2020 Summarized Total
Support and Revenue				
Contributions	\$ 1,272,667	\$ 91,697	\$ 1,364,364	\$ 1,327,122
Operation Ezra and related projects	2,611,100	10,816	2,621,916	2,833,196
Support income	674,670	-	674,670	649,515
Other	3,875	-	3,875	3,009
Product sales, net cost of sales of \$4,640 and \$8,655	1,562	-	1,562	(891)
Investment income	41,453	-	41,453	27,508
Net assets released from restrictions	96,713	(96,713)	-	-
Total support and revenue	4,702,040	5,800	4,707,840	4,839,459
Operating Expenses				
<i>Program services</i>				
Operation Ezra and related projects	2,611,033	-	2,611,033	2,745,918
Personnel support	622,093	-	622,093	597,130
Teaching and education	639,043	-	639,043	667,621
Contributions to others	8,055	-	8,055	21,786
Total program services	3,880,224	-	3,880,224	4,032,455
<i>Support services</i>				
Management and general	226,679	-	226,679	218,946
Fundraising	271,996	-	271,996	219,793
Total supporting expenses	498,675	-	498,675	438,739
Total expenses	4,378,899	-	4,378,899	4,471,194
Change in Net Assets	323,141	5,800	328,941	368,265
Net assets at beginning of year	759,914	314,387	1,074,301	706,036
Net assets at end of year	\$ 1,083,055	\$ 320,187	\$ 1,403,242	\$ 1,074,301

The accompanying notes are an integral part of these financial statements.