

THE LION OF JUDAH MINISTRIES, INC.

FINANCIAL STATEMENTS

Year Ended December 31, 2022

Barbara Akins
certified public accountant
relationships. service. integrity

THE LION OF JUDAH MINISTRIES, INC.

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors of
The Lion of Judah Ministries, Inc.

We have reviewed the accompanying financial statements of The Lion of Judah Ministries, Inc. (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses and cash flows for the year 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 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 results of our procedures provide a reasonable basis for our conclusion.

We are required to be independent of Lion of Judah Ministries, Inc. and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our review.

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.

Barbara Atkins CPA
Bechtelsville, Pennsylvania
February 3, 2023

THE LION OF JUDAH MINISTRIES, INC.
STATEMENT OF FINANCIAL POSITION
December 31, 2022

ASSETS

Current Assets	
Cash - Note #4	<u>\$ 152,702</u>
Total Assets	<u>\$ 152,702</u>

LIABILITIES AND NET ASSETS

Liabilities	<u>\$ 0</u>
Net Assets	
Without Donor Restrictions	<u>152,702</u>
Total Liabilities And Net Assets	<u>\$ 152,702</u>

See Accompanying Notes and Independent Accountant's Review Report.

THE LION OF JUDAH MINISTRIES, INC.
STATEMENT OF ACTIVITIES
Year Ended December 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT, REVENUES, & OTHER SUPPORT			
Contributions			
Individuals, Trusts, Churches	\$ 193,878	\$ 44,800	\$ 238,678
Combined Federal Campaign	3,551	0	3,551
Total Contributions	197,429	44,800	242,229
Interest Income	213	0	213
	197,642	44,800	242,442
Net Assets Released From Restrictions - Note #5	50,618	(50,618)	0
Total Public Support, Revenues & Other Support	248,260	(5,818)	242,442
EXPENSES			
Program Services	228,417	0	228,417
Management & General	1,915	0	1,915
Fundraising	3,082	0	3,082
Total Expenses	233,414	0	233,414
Changes in Net Assets	14,846	(5,818)	9,028
NET ASSETS, Beginning	137,856	5,818	143,674
NET ASSETS, Ending	<u>\$ 152,702</u>	<u>\$ 0</u>	<u>\$ 152,702</u>

See Accompanying Notes and Independent Accountant's Review Report.

THE LION OF JUDAH MINISTRIES, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended December 31, 2022

	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUND RAISING	TOTAL
Advertising	\$ 0	\$ 0	\$ 808	\$ 808
Banking Charges	450	0	0	450
Lion of Judah Academy Direct Support	217,602	0	0	217,602
Missionaries & Missions	8,584	0	0	8,584
Office Expense	0	18	0	18
Postage & Printing	397	0	0	397
Professional Fees	0	1,586	0	1,586
Registration Fees	0	311	966	1,277
Telephone	75	0	0	75
Website	1,309	0	1,308	2,617
Total Expenses	<u>\$ 228,417</u>	<u>\$ 1,915</u>	<u>\$ 3,082</u>	<u>\$ 233,414</u>

See Accompanying Notes and Independent Accountant's Review Report.

THE LION OF JUDAH MINISTRIES, INC.
STATEMENT OF CASH FLOWS
Year Ended December 31, 2022

Cash Flows From Operating Activities	
Changes In Net Assets	\$ 9,028
Net Cash Provided By Operating Activities	<u>9,028</u>
Net Increase In Cash	9,028
Cash and Cash Equivalents at Beginning of Year	<u>143,674</u>
Cash and Cash Equivalents at End of Year	<u>\$ 152,702</u>

See Accompanying Notes and Independent Accountant's Review Report.

THE LION OF JUDAH MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2022

Note #1 - Organization and Nature of Activities

The Lion of Judah Ministries, Inc. is a publicly supported nonprofit organization incorporated in the state of Connecticut that exists to support the work of The Lion of Judah Academy and other similar Christian ministries in Tanzania (East Africa). The entity provides resources to Africans and missionaries in Africa, who are working in areas such as education, poverty, relief, health care, HIV/AIDS, and others. The entity relies on support in the form of contributions from individuals, trusts and churches.

Note #2 - Summary of Significant Accounting Policies

Method of Accounting

The financial statements of the entity are prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Financial Statement Presentation

The entity reports information regarding its financial position and activities according to two classes of net assets as follows:

Without Donor Restrictions

Net assets that are not subject to donor-imposed restrictions. These assets may be designated for specific purposes by action of the Board of Directors.

With Donor Restrictions

Net assets whose use by the entity is restricted by the donor in perpetuity, restricted for specified purposes or restricted by the passage of time.

Expenses are reported as decreases in net assets without donor restrictions. Expirations of donor-imposed restrictions that simultaneously increase one class of net assets and decrease another are reported as reclassifications between the applicable classes of net assets. Donor-restricted contributions are reported as operating revenue without donor restrictions when the restriction is satisfied.

Income Tax Status

The entity is exempt from Federal Income Tax under Section 501(c)(3) of the Internal Revenue Code. In addition, the entity qualifies for the charitable contributions deduction under Section 170(b)(1)(a).

The entity takes the position that it has no net income derived from unrelated business activities and believes it has appropriate support for any tax positions taken and, as such, does not have any uncertain tax positions that are significant to the financial statements.

Use of Estimates

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 financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

THE LION OF JUDAH MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Note #2 - Summary of Significant Accounting Policies (Continued)

Fair Value of Financial Instruments

The entity discloses the fair value of certain financial instruments including cash. The estimated fair value amounts have been determined by the entity using available market information and appropriate valuation methodologies. The carrying values of this financial instrument approximate their fair value.

Contributions

Contributions are recorded as without donor restrictions and with donor restrictions depending on the existence and/or nature of the support. Contributions are required to be reported as with donor restrictions and then reclassified to net assets without donor restrictions upon expiration of time restrictions. Donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Contributed Services

The entity's Board of Directors and volunteers donate significant amounts of time to the various programs and operations of the entity. Contributed services that (a) create or improve long-lived assets or (b) require specialized skills provided by individuals possessing those skills that would typically need to be purchased if not provided by donation meet the requirement for recognition in the financial statements. The value of services meeting the requirements for recognition in the financial statements was not material and has not been recorded.

Functional Expense Allocation

The costs of providing programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Fundraising expenses are costs related to development. Management and general expense are costs directly related to the overall operation of the entity, which are not associated with program or fundraising activities. Accordingly, certain costs have been allocated among programs and supporting services based on appropriate factors according to management estimates.

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the entity considers all checking, savings and money market accounts to be cash equivalents.

Date of Management Review

Management has evaluated subsequent events through February 3, 2023, the date on which the financial statements were available to be issued.

Note #3 - Components of Program Services

The entity distributes grants to the Lion of Judah Academy, a school for 800+ disadvantaged children located in Bulima, Tanzania. The entity provides substantial assistance for educational costs as well as capital improvements including constructing classrooms, dormitories, teacher facilities and helping to supply safe water.

THE LION OF JUDAH MINISTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Note #3 - Components of Program Services (Continued)

The entity also organizes and supports mission trips to the school for teacher training and support, to work with students and to assist with the construction and maintenance of the facilities.

The school assumed management of the dispensary/medical clinic near the school in 2019. It has been upgrading facilities and services and is adding a dental clinic. Grants are provided to help meet costs related to the clinic, which serves both the school community and the local community.

Note #4 - Cash

Cash is unrestricted and includes \$122,699 in a non-interest-bearing checking account and \$30,003 in interest-bearing accounts on December 31, 2022.

Note #5 - Net Assets Released From Restrictions

For the year ending December 31, 2022, \$50,618 was released from donor restrictions for the following:

Day Scholarships	\$ 2,416
Dorm Scholarships	35,365
Faraja Orphans Rescue Mission	7,494
Medical Facility	4,918
Tanner School	<u>425</u>
Total	<u>\$50,618</u>

Note #6 - Liquidity & Availability of Resources

The entity has \$152,702 of financial assets available within one year of the Statements of Financial Position date to meet cash needs for general expenditures consisting of cash.

The entity has a goal to maintain cash on hand to meet six (6) months of normal operating expenses, which are, on average approximately \$18,000, per month. The entity has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.