

**SUDAN RELIEF FUND INC.**

Financial Statements  
And  
Independent Auditor's Report

As of and for the Year Ended December 31, 2015

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**Conlon and Associates, LLC**  
**Certified Public Accountants**

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**CONLON AND ASSOCIATES, LLC**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT**

The Board of Directors  
Sudan Relief Fund Inc.  
Washington, DC

We have audited the accompanying financial statements of the Sudan Relief Fund Inc. (a not-for-profit organization), which comprise the statement of financial position as of December 31, 2015, and the related statements of activities, cash flows, and functional expenses, for the year then ended, and the related notes to the financial statements.

**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.

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Sudan Relief Fund Inc. as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

*Conlon and Associates, LLC*

November 9, 2016

**SUDAN RELIEF FUND INC.**  
Statement of Financial Position  
As of December 31, 2015

**ASSETS**

Current Assets

Cash	\$ 784,870
Investment in financial securities	4,406,424
Prepaid expenses	10,607
Deposits	<u>36,913</u>
Total current assets	<u>5,238,814</u>
<b>TOTAL ASSETS</b>	<u><b>5,238,814</b></u>

**LIABILITIES**

<b>TOTAL LIABILITIES</b>	<u>-</u>
	-

**NET ASSETS**

Unrestricted	<u>5,238,814</u>
<b>TOTAL NET ASSETS</b>	<u><b>5,238,814</b></u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><b>\$ 5,238,814</b></u>

The Notes to the Financial Statements are an Integral Part of These Statements

**SUDAN RELIEF FUND INC.**  
Statement of Activities  
For the Year Ended December 31, 2015

**REVENUE**

Contributions	\$ 4,884,722
Investment dividends and interest	171,277
Loss on investments	<u>(359,064)</u>
Total revenue	<u>4,696,935</u>

**EXPENSES**

Program services	4,548,908
Management and general	293,948
Fundraising	<u>707,902</u>
Total expenses	<u>5,550,758</u>

**CHANGE IN NET ASSETS** (853,823)

**NET ASSETS**

Beginning of year	<u>6,092,637</u>
End of year	<u>\$ 5,238,814</u>

The Notes to the Financial Statements are an Integral Part of These Statements

**SUDAN RELIEF FUND INC.**  
Statement of Cash Flows  
For the Year Ended December 31, 2015

**CASH FLOWS FROM OPERATING ACTIVITIES**

Decrease in net assets \$ ( 853,823 )

Adjustments to reconcile decrease in net assets to cash used  
by operating activities:

Decrease in insurance reimbursements receivable 136,792

Increase in prepaid expenses ( 1,768 )

Increase in deposits ( 28,513 )

Total adjustments 106,511

Net cash used by operating activities (747,312)

**NET CASH FROM INVESTING ACTIVITIES**

Decrease in investments 194,715

Net cash provided by investing activities 194,715

**NET DECREASE IN CASH** (552,597)

**CASH AT BEGINNING OF YEAR** 1,337,467

**CASH AT END OF YEAR** \$ 784,870

The Notes to the Financial Statements are an Integral Part of These Statements

**SUDAN RELIEF FUND INC.**  
Statement of Functional Expenses  
For the Year Ended December 31, 2015

Expense Category	Total	Program	Management and General	Fundraising
Advertising	\$ 17,500	\$ 17,500	\$ -	\$ -
Compensation, benefits	61,136	18,243	30,568	12,325
Compensation, payroll tax	15,744	3,779	7,872	4,093
Compensation, salaries	243,000	59,400	121,500	62,100
Fees for service, non-employees				
Accounting	20,000	-	20,000	-
Administration	-	-	-	-
Direct mail, content	191,207	78,395	-	112,812
Direct mail, other	66,816	27,395	-	39,421
Direct mail, printing	629,114	257,937	-	371,177
Direct mail, processing	116,915	47,935	-	68,980
Fundraising	28,570	-	-	28,570
Information technology	1,200	1,200	-	-
Legal	13,933	-	13,933	-
Other	7,427	500	6,927	-
Project management	255,851	255,851	-	-
Grants	3,502,464	3,502,464	-	-
Insurance	17,392	-	17,392	-
Office	27,606	-	27,606	-
Rent	32,400	7,776	16,200	8,424
Travel	302,483	270,533	31,950	-
<b>Total</b>	<b>\$ 5,550,758</b>	<b>\$ 4,548,908</b>	<b>\$ 293,948</b>	<b>\$ 707,902</b>

The Notes to the Financial Statements are an Integral Part of These Statements

**SUDAN RELIEF FUND INC.**  
Notes to Financial Statements

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Organization:

The Sudan Relief Fund, Inc. (Organization) (formerly Bishop Gassis Sudan Relief Fund Inc.), a nonprofit corporation, was founded in 1998 as a non-stock corporation in the State of Delaware. The mission of the Organization is to heighten awareness and to assist in capacity building, the provision of food, clothing, shelter, education, medical attention, and to proclaim the Gospel of Christ to the people of South Sudan.

Significant accounting policies are as follows:

Basis of Presentation:

Financial statement presentation follows the requirements of the FASB ASC 958-205 *Presentation of Financial Statements for Not-for-Profit Organizations*. Under FASB ASC 958-205, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. The Organization had no temporarily or permanently restricted net assets at December 31, 2015.

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: (1) the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements; and (2) the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes:

The Organization is a tax-exempt organization that is generally exempt from income taxes, under Sections 509(a) and 501(c)(3) of the Internal Revenue Code. In addition, the Organization has been classified as an organization that is not a private foundation under Section 509(a). Income that is not related to exempt purposes, less applicable deductions, is subject to federal and state income taxes. The Organization did not have any unrelated business income for the year ended December 31, 2015.

The Organization's income tax informational return is subject to review and examination by federal and state authorities. The Organization is not aware of activities that are subject to tax on unrelated business income or excise or other tax.



**SUDAN RELIEF FUND INC.**  
Notes to Financial Statements

**NOTE 1: ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, CONTINUED**

Revenue Recognition:

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. All revenue is considered available for the Organization's general programs unless specifically restricted by the donor. Support that is restricted by the donor is reported as an increase in temporarily restricted net assets, depending on the nature of the restriction and when the restrictions are met. When a restriction expires (that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets in the Statement of Activities.

**NOTE 2: CONCENTRATION OF RISK**

Financial instruments, which subject the Organization to concentration of credit risk, consist of demand deposits placed at financial institutions, in excess of Federal Deposit Insurance Corporation (FDIC) insured limit, as well as a broker traded account consisting of unit investment trusts, corporate securities, and other investments. Management believes the risk of loss in this situation is minimal.

**NOTE 3: INVESTMENTS IN FINANCIAL SECURITIES**

The Organization maintains a broker traded account, which is comprised of cash equivalents, publicly traded securities and other investments. Publicly traded securities are carried at fair value, with gains or losses recognized in the current period. Fair value was determined by quoted market values at December 31, 2015 (Level 1 inputs). Other investments, valued at \$480,323, are carried at market value.

**NOTE 4: PROPERTY AND EQUIPMENT**

Property and equipment consist of computer equipment. Equipment is depreciated on a straight-line basis, over the estimated useful lives. As of December 31, 2015, the equipment, which has a cost of \$13,536, was fully depreciated.

**SUDAN RELIEF FUND INC.**  
Notes to Financial Statements

**NOTE 6:       ADVERTISING COSTS**

The Organization incurred advertising costs of \$17,500 in accomplishing its mission. These costs were incurred for education and outreach. These costs, which are classified as program costs, are expensed when incurred.

**NOTE 7:       FUNCTIONAL CLASSIFICATION OF EXPENSES**

The Organization allocates its expenses on a functional basis among program, management and general, and fundraising, according to their natural expenditure classification.

**NOTE 8:       JOINT COSTS RELATING TO PRORAM AND FUNDRAISING**

The Organization conducts direct mail campaigns that are partly a fund-raising function and partly provide education and awareness of the condition and needs of the people in South Sudan. Certain costs associated with direct mail, including processing, printing, and content, are allocated to program and fund raising costs, based on the facts and circumstances of each mailing. During 2015, joint costs of \$1,004,052 were allocated \$411,662 to program and \$592,390 to fundraising.

**NOTE 9:       SUBSEQUENT EVENTS**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through November 9, 2016, the date the financial statements were available to be issued