

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**  
**FINANCIAL STATEMENTS**  
**DECEMBER 31, 2012**

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

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# **BARBER & GARDNER, PLC**

## **Certified Public Accountants**

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### **INDEPENDENT ACCOUNTANTS' REVIEW REPORT**

Global Partners in Peace and Development  
Troutville, Virginia

We have reviewed the accompanying statement of financial position of the Global Partners in Peace and Development as of December 31, 2012 and the related statements of activities and cash flows for the year then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization 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 is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

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 conformity with accounting principles generally accepted in the United States of America.

*Barber & Gardner, PLC*

July 16, 2013

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**  
**STATEMENT OF FINANCIAL POSITION**  
**December 31, 2012**

**ASSETS**

**Current Assets**

Cash and cash equivalents \$ 582,751

**Total Current Assets** 582,751

**TOTAL ASSETS** \$ 582,751

**LIABILITIES AND NET ASSETS**

**Current Liabilities**

Accounts payable and other current liabilities \$ -

**Total Current Liabilities** -

**Total Liabilities** -

**Net Assets**

Unrestricted 48,450

Temporarily restricted 534,301

**Total Net Assets** 582,751

**TOTAL LIABILITIES AND NET ASSETS** \$ 582,751

*See accompanying notes and independent accountants' review report.*

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

**STATEMENT OF ACTIVITIES**

**For the Year Ended December 31, 2012**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>Revenues</b>			
Charitable contributions	\$ 118,519	\$ 876,833	\$ 995,352
Administrative fees	1,847		1,847
Interest income	1,888	-	1,888
Satisfaction of donor restrictions	814,600	(814,600)	-
<b>Total Revenues</b>	<u>936,854</u>	<u>62,233</u>	<u>999,087</u>
<b>Expenditures</b>			
Program distributions	879,723	-	879,723
Administrative support	20,921	-	20,921
Office, postage and telephone expenses	8,231	-	8,231
Information technology	3,961	-	3,961
Other	5,489	-	5,489
<b>Total Expenditures</b>	<u>918,325</u>	<u>-</u>	<u>918,325</u>
<b>Change in Net Assets</b>	18,529	62,233	80,762
<b>Net Assets - Beginning of Period</b>	<u>29,921</u>	<u>472,068</u>	<u>501,989</u>
<b>Net Assets - End of Period</b>	<u>\$ 48,450</u>	<u>\$ 534,301</u>	<u>\$ 582,751</u>

*See accompanying notes and independent accountants' review report.*

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

**STATEMENT OF CASH FLOWS**

***For the Year Ended December 31, 2012***

**Cash Flows From Operating Activities**

Change in net assets **\$ 80,762**

Adjustments to reconcile change in net assets to  
net cash from operating activities: -

**Net Cash Provided by Operating Activities** **80,762**

**Cash Flows From Investing Activities** -

**Net Cash Used by Investing Activities** -

**Cash Flows From Financing Activities** -

**Net Cash Provided (Used) by Financing Activities** -

**Net Increase in Cash and Cash Equivalents** **80,762**

**Cash and Cash Equivalents - Beginning of Period** **501,989**

**Cash and Cash Equivalents - End of Period** **\$ 582,751**

*See accompanying notes and independent accountants' review report.*

# **GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

## **NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2012**

### **NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES**

Global Partners in Peace and Development (“GPPD”) is a charitable organization dedicated to promoting peace among individuals and nations through building relationships. Relationships are established through cross cultural dialogue, refugee support, humanitarian aid, and education. The organization is supported primarily through charitable contributions.

### **NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### ***Basis of Accounting and Presentation***

GPPD’s financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. GPPD is required to report information regarding its financial position and activities according to three classes of net assets: (a) unrestricted net assets, (b) temporarily restricted net assets, and (c) permanently restricted nets assets. There were no permanently restricted net assets as of December 31, 2012.

#### ***Cash and Cash Equivalents***

For purposes of the statements of cash flows, cash equivalents include time deposits, certificates of deposit, and all highly liquid funds with a maturity of three months or less. Certificates of deposit and money market accounts are valued at cost plus earned interest.

#### ***Contributions***

Contributions received are recorded as restricted, temporarily restricted, or permanently restricted support, depending on the existence and nature of any donor restrictions. Revenues restricted by the donor for specific purposes or designated for future periods are reported as revenues of a restricted fund in the period received or pledged. Restricted net assets are reclassified to unrestricted net assets upon satisfaction of the time or purpose restrictions (represented by “Satisfaction of Donor Restrictions” in the Statement of Activities). However, as permitted by applicable accounting standards, GPPD’s policy is to record restricted contributions as unrestricted support to the extent the restrictions are satisfied in the same year the contribution is made.

#### ***Property and Equipment***

GPPD had no capitalized property and equipment as of December 31, 2012. GPPD had no depreciation expense for the year ended December 31, 2012.

**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2012**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

***Subsequent Events***

Management has evaluated subsequent events through July 16, 2013, the date the financial statements were available to be issued.

**NOTE 3 – INCOME TAX STATUS**

GPPD is a non-stock corporation that is exempt from income tax under Section 501(c) (3) of the Internal Revenue Code. Consequently, the accompanying financial statements do not include a provision for income taxes.

**NOTE 4 – RESTRICTED NET ASSETS**

GPPD has never had permanently restricted net assets. GPPD has \$534,301 temporarily restricted net assets as of December 31, 2012.

**NOTE 5 – CONCENTRATION OF CREDIT RISK FOR CASH HELD AT BANKS**

GPPD maintains bank deposit accounts that at times may exceed the federally insured limits. Accounts at each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of December 31, 2012, \$332,751 was uninsured.

**NOTE 6 – FUNCTIONAL ALLOCATION OF EXPENSES**

The following is the costs of various programs and activities summarized on a functional basis as of December 31, 2012. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Program services	\$879,723
General supporting expenses	31,702
Fund-raising expenses	6,900
Total expenses	\$918,325



**GLOBAL PARTNERS IN PEACE AND DEVELOPMENT**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2012**

**NOTE 7 – OTHER CHARITABLE ORGANIZATION RELATIONSHIPS**

GPPD has a working relationship with Rainbow Forest Baptist Church (RFBC). GPPD uses some of RFBC's office space, office equipment and administrative services. GPPD reimburses RFBC for office supply consumption. The chairman of GPPD receives compensation from RFBC as an employee. GPPD reimburses RFBC for the chairman's compensation. The organizations do not share a common board of directors and GPPD acts independently of RFBC.

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