NEW HORIZONS MINISTRIES
AND STREET BEAN ESPRESSO

CONSOLIDATED FINANCIAL STATEMENTS WITH
INDEPENDENT AUDITORS' REPORT

JUNE 30, 2016 (AUDITED)
AND 2015 (REVIEWED)

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
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Jones & Associates LLC
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
New Horizons Ministries and Street Bean Espresso
Seattle, Washington

We have audited the accompanying consolidated financial statements of New Horizons Ministries and Street Bean Espresso, which comprise the consolidated statement of financial position as of June 30, 2016, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of New Horizons Ministries and Street Bean Espresso as of June 30, 2016, 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.

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Prior Period Financial Statements

The 2015 consolidated financial statements were reviewed by us, and our report thereon, dated November 2, 2015, stated we were not aware of any material modifications that should be made to those consolidated financial statements for them to be in conformity with accounting principles generally accepted in the United States of America. However, a review is substantially less in scope than an audit and does not provide a basis for the expression of an opinion on the consolidated financial statements.

Report on Consolidating Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information on pages 17-20 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position, operations and cash flows of the individual organizations, and is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The consolidating information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion the consolidating information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

Jones & Associates LLC, CPAs

Jones & Associates LLC, CPAs
January 23, 2017

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2016 (AUDITED) AND 2015 (REVIEWED)

	2016	2015
ASSETS		
Cash and cash equivalents	$ 526,205	$ 301,602
Receivables, current	166,476	133,299
Prepaid expenses and other	9,103	13,565
Inventory	8,066	7,927
Total current assets	709,850	456,393
Receivables, net of current	29,000	86,000
Interest in real estate	552,000	552,000
Property and equipment, net	1,654,664	1,655,657
	$ 2,945,514	$ 2,750,050
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable	$ 14,477	$ 12,129
Wages and payroll taxes payable	59,255	31,268
Vacation payable	46,903	40,834
Other accrued expenses	5,459	5,177
Total current liabilities	126,094	89,408
Note payable	513,285	521,175
	639,379	610,583
NET ASSETS		
Unrestricted	2,090,380	1,876,833
Temporarily restricted	215,755	262,634
	2,306,135	2,139,467
	$ 2,945,514	$ 2,750,050

See accompanying notes to the consolidated financial statements.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016 (AUDITED)

	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE			
Individual contributions	$ 635,461	$ 111,647	$ 747,108
Church and organizational contributions	91,886	-	91,886
Corporate contributions	20,375	-	20,375
Special events	202,630	-	202,630
In-kind contributions	156,668	-	156,668
Grants	322,313	100,000	422,313
Sales and other earned income	259,482	-	259,482
Other	39,158	-	39,158
	1,727,973	211,647	1,939,620
Net assets released from restriction			
Satisfaction of program restriction	210,227	(210,227)	-
Satisfaction of time restriction	48,299	(48,299)	-
Total support and revenue	1,986,499	(46,879)	1,939,620
EXPENSES			
Program services	1,382,728	-	1,382,728
Management and general	158,882	-	158,882
Fundraising	231,342	-	231,342
Total expenses	1,772,952	-	1,772,952
CHANGE IN NET ASSETS	213,547	(46,879)	166,668
NET ASSETS			
Beginning of the year	1,876,833	262,634	2,139,467
End of the year	$ 2,090,380	$ 215,755	$ 2,306,135

See accompanying notes to the consolidated financial statements.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015 (REVIEWED)

	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE			
Individual contributions	$ 620,479	$ 75,689	$ 696,168
Capital campaign contributions and grants	-	72,893	72,893
Church and organizational contributions	81,000	-	81,000
Corporate contributions	49,688	-	49,688
Special events	221,615	-	221,615
In-kind contributions	246,753	-	246,753
Grants	79,324	224,667	303,991
Sales and other earned income	242,063	-	242,063
Loss on retirement of assets	(41,397)	-	(41,397)
Other	11,631	-	11,631
	1,511,156	373,249	1,884,405
Net assets released from restriction			
Satisfaction of program restriction	635,054	(635,054)	-
Satisfaction of time restriction	27,310	(27,310)	-
Total support and revenue	2,173,520	(289,115)	1,884,405
EXPENSES			
Program services	1,213,530	-	1,213,530
Management and general	170,587	-	170,587
Fundraising	163,532	-	163,532
Total expenses	1,547,649	-	1,547,649
CHANGE IN NET ASSETS	625,871	(289,115)	336,756
NET ASSETS			
Beginning of the year	1,250,962	551,749	1,802,711
End of the year	$ 1,876,833	$ 262,634	$ 2,139,467

See accompanying notes to the consolidated financial statements.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2016 (AUDITED)

	Program Services			Support Services		
	General	Street Bean	Total	Management and General	Fund-raising	Total
Salaries and wages	$ 584,582	$ 162,693	$ 747,275	$ 77,255	$ 106,717	$ 931,247
Payroll taxes	52,648	22,931	75,579	6,955	9,620	92,154
Employee benefits	53,694	-	53,694	7,094	9,806	70,594
Personnel costs	690,924	185,624	876,548	91,304	126,143	1,093,995
Cost of sales	-	95,356	95,356	-	-	95,356
Supplies	46,340	33,317	79,657	9,354	3,987	92,998
Youth assistance	89,251	-	89,251	603	833	90,687
Professional services	32,865	226	33,091	34,851	5,992	73,934
Depreciation	43,709	13,967	57,676	5,775	7,982	71,433
Occupancy and utilities	49,059	5,626	54,685	6,482	8,959	70,126
Marketing	-	2,255	2,255	-	55,888	58,143
Interest and fees	26,178	6,522	32,700	3,459	4,781	40,940
Travel	25,963	-	25,963	3,431	4,741	34,135
Computer, internet and phones	9,852	2,324	12,176	992	8,390	21,558
Staff and volunteer management	10,850	1,307	12,157	1,434	1,981	15,572
Business insurance	9,062	1,687	10,749	1,197	1,665	13,611
Repairs and maintenance	-	464	464	-	-	464
	$ 1,034,053	$ 348,675	$ 1,382,728	$ 158,882	$ 231,342	$ 1,772,952

See accompanying notes to the consolidated financial statements.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2015 (REVIEWED)

	Program Services			Support Services		
	General	Street Bean	Total	Management and General	Fund-raising	Total
Salaries and wages	$ 436,256	$ 135,725	$ 571,981	$ 89,883	$ 58,713	$ 720,577
Payroll taxes	37,054	16,170	53,224	7,634	4,987	65,845
Employee benefits	33,322	2,262	35,584	6,865	4,485	46,934
Personnel costs	506,632	154,157	660,789	104,382	68,185	833,356
Cost of sales	-	103,716	103,716	-	-	103,716
Supplies	54,287	17,844	72,131	11,167	7,306	90,604
Youth assistance	54,697	-	54,697	-	-	54,697
Professional services	52,836	1,224	54,060	27,601	7,111	88,772
Depreciation	23,926	29,015	52,941	4,930	3,220	61,091
Occupancy and utilities	48,293	9,204	57,497	9,950	6,499	73,946
Marketing	-	9,684	9,684	-	58,445	68,129
Interest and fees	25,126	7,359	32,485	5,177	3,382	41,044
Travel	35,443	-	35,443	-	-	35,443
Computer, internet and phones	15,678	1,920	17,598	3,230	5,239	26,067
Staff and volunteer management	9,219	453	9,672	1,899	1,241	12,812
Business insurance	10,926	4,147	15,073	2,251	2,904	20,228
Repairs and maintenance	-	3,549	3,549	-	-	3,549
Lease	-	34,195	34,195	-	-	34,195
	$ 837,063	$ 376,467	$ 1,213,530	$ 170,587	$ 163,532	$ 1,547,649

See accompanying notes to the consolidated financial statements.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATED STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2016 (AUDITED) AND 2015 (REVIEWED)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from contributions and grants	$ 1,508,135	$ 1,175,473
Cash received from sales and other income	298,640	253,694
Cash paid to employees and suppliers	(1,503,842)	(1,361,832)
	302,933	67,335
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(70,440)	(543,033)
Proceeds from sale of property and equipment	-	9,205
Withdrawals of cash restricted for capital campaign	-	500,732
	(70,440)	(33,096)
CASH FLOWS FROM FINANCING ACTIVITIES		
Principal payments on note payable	(7,890)	(3,825)
Capital campaign contributions and grants collected	-	72,893
	(7,890)	69,068
NET CHANGE IN CASH AND CASH EQUIVALENTS	224,603	103,307
CASH AND CASH EQUIVALENTS		
Beginning of the year	301,602	198,295
End of the year	$ 526,205	$ 301,602
SUPPLEMENTAL DISCLOSURES		
Interest paid	$ 26,563	$ 27,520
In-kind contribution of capitalized construction costs	$ -	$ 125,429

See accompanying notes to the consolidated financial statements.

Note 1 – Nature of Activities and Summary of Significant Accounting Policies

Nature of Activities – The consolidated financial statements include the activities of New Horizons Ministries (New Horizons) and Street Bean Espresso (Street Bean) (collectively, the Organization).

New Horizons is a non-profit, multi-cultural Christian ministry to homeless and street-involved young people in Seattle, Washington. New Horizons Ministries carries out its mission of helping homeless and street-involved young people by (1) connecting them to basic needs of food, clothing, hygiene, safety and rest, (2) engaging them in healthy relationships, a committed community of support, and personal and spiritual development, and (3) equipping them with life skills and job and educational opportunities for success away from the streets. Programs included for each of these services include (1) drop-in and outreach programs for connection to basic needs, (2) life discovery and case management (youth advocacy) programs for engaging for personal development and relationship building and (3) pre-apprentice, job training, job networking, and mentoring (coaching) programs for equipping in job and life skills. New Horizons is supported primarily through contributions, grants and special events.

Street Bean is a non-profit organization that provides training and employment for young people working to exit street life. Street Bean is supported primarily through café sales and contributions from individuals.

During the year ended June 30, 2015, the Organization completed its capital campaign and remodel of its existing space, which includes new space for the operations of Street Bean. The total cost of the project was approximately $650,000.

Basis of Accounting and Presentation – The consolidated financial statements have been prepared on the accrual basis of accounting. Accordingly, revenues are recognized when earned and expenses are recognized when incurred. The Organization reports 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 permanently restricted net assets at June 30, 2016 and 2015.

Principles of Consolidation – The consolidated financial statements include the accounts of New Horizons and Street Bean. All significant intercompany transactions and balances have been eliminated. The two entities have been consolidated given New Horizons has both an economic interest in and control of Street Bean through a majority voting interest on its Board of Directors.

Cash and Cash Equivalents – For purposes of the statements of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash and cash equivalents. At June 30, 2016 and 2015, cash and cash equivalents consist of checking, savings and money market accounts. The Organization maintains certain cash and cash equivalents in bank accounts that may exceed federally insured limits at times during the year. The Organization has not experienced any losses in these accounts, and management does not believe it is exposed to any significant credit risk.

Note 1 – Nature of Activities and Summary of Significant Accounting Policies (continued)

Receivables – Receivables consist primarily of pledges from grantors and donors. Promises to give are unconditional and are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of benefits received. All account balances are unsecured. Noncurrent receivables are due in one to five years and have not been discounted to the present value of estimated cash flows based on the Organization's determination that the discount would not be material to the consolidated financial statements. No allowance for bad debts has been established by management based on the Organization's historical experience in the collection of balances due.

Inventory – Inventory consists of clothing, coffee and service supplies. Purchased inventories are stated at the lower of cost or market. Donated inventories are stated at fair value at the date of donation. Inventories are valued using the first-in, first-out method.

Interest in Real Estate – New Horizons has a 20% passive ownership interest in a commercial real estate building in California. The interest in real estate is valued at fair value at the date of donation which is based on an appraisal by a qualified appraiser. Management believes that the asset has not experienced any significant impairment since it was donated.

Property and Equipment – Purchased property and equipment is stated at cost, net of depreciation. Donated property is recognized as revenue and capitalized at its estimated fair value at the date of receipt. The Organization capitalizes assets that have a useful life greater than one year and a value greater than $500. Depreciation is computed using the straight-line method based on estimated useful lives.

Revenue Recognition – Contributions and grants are recorded as increases in unrestricted or temporarily restricted net assets, depending on the existence and/or nature of any donor restrictions. When a restriction expires, that is when a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restriction.

Street Bean's sales are recognized at the time of sale as unrestricted revenue.

In-kind Contributions – Noncash donations consist of goods, facilities and services. Donated goods are recorded as contribution revenue at fair value at the date of donation. Donated facilities and services are recorded as donations at their estimated fair values at the date of donation.

The Organization recognizes donated services if the services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing these skills, and would typically need to be purchased if not donated.

Expense Allocation – The costs of providing various programs and other activities have been summarized on a functional basis in the statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Note 1 – Nature of Activities and Summary of Significant Accounting Policies (continued)

Estimates – Management uses estimates and assumptions in preparing financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could differ from those estimates.

Income Tax Status – New Horizons and Street Bean are exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. New Horizons and Street Bean qualify for the charitable contribution deduction under Section 170(b)(1)(A)(vi) and have been classified as an organization other than a private foundation under Section 509(a)(1).

New Horizons and Street Bean file information and tax returns in the U.S. federal jurisdiction, and state and local jurisdictions. New Horizons and Street Bean are subject to U.S. federal, state and local examinations by tax authorities for the current year and certain prior years based on applicable laws and regulations.

Subsequent Events – Subsequent events were evaluated through the date of the independent auditors' report, which is the date the financial statements were available to be issued.

Note 2 – Cash Flow Information

The following reconciles the change in net assets to net cash provided by operating activities for the years ended June 30:

	2016	2015
Change in net assets	$ 166,668	$ 336,756
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Capital campaign contributions and grants	-	(72,893)
Depreciation	71,433	61,091
In-kind contribution of capitalized construction costs	-	(125,429)
Loss on retirement of assets	-	41,397
Change in:		
Receivables	23,823	(176,989)
Prepaid expenses and other	4,462	(2,981)
Inventory	(139)	(1,377)
Accounts payable	2,348	(7,743)
Wages and payroll taxes payable	27,987	(7,550)
Vacation payable	6,069	21,932
Other accrued expenses	282	1,121
	$ 302,933	$ 67,335

Note 3 – Property and Equipment

Property and equipment consist of the following at June 30:

	2016	2015
Vehicles	$ 24,258	$ 26,961
Furniture, equipment and software	370,575	384,419
Furniture and equipment - Street Bean	77,788	41,788
Building	1,521,408	1,497,382
	1,994,029	1,950,550
Less: accumulated depreciation	(760,565)	(716,093)
	1,233,464	1,234,457
Land	421,200	421,200
	$ 1,654,664	$ 1,655,657

Note 3 – Property and Equipment (continued)

The estimated useful lives of the assets are as follow:

Vehicles	5 years
Furniture, equipment and software	3 - 39 years
Furniture and equipment - Street Bean	3 - 12 years
Building	12 - 40 years

Note 4 – Note Payable

The Organization maintains a note payable with an original outstanding balance due of $525,000 to a nonprofit organization. The note was refinanced during the year ended June 30, 2015 to extend the due date from December 2014 to December 2019. Interest only monthly payments at 5% are required until the due date. The note payable is secured by a deed of trust on New Horizon's land and building.

Note 5 – Temporarily Restricted Net Assets

Temporarily restricted net assets consist of the following at June 30:

	2016	2015
Housing	$ 101,435	$ 28,750
Coffee shop expansion	100,000	-
Other	14,118	505
Equipment	202	752
Pledges to be collected in future years	-	219,299
Street ministry interns	-	10,228
Apprentice	-	3,100
	$ 215,755	$ 262,634

Note 6 – In-kind Contributions

In-kind contributions consist of the following for the years ended June 30:

	2016	2015
Services	$ 66,701	$ 185,586
Goods	57,207	61,167
Facilities	32,760	-
	$ 156,668	$ 246,753

In-kind contributions were utilized for the following purposes for the years ended June 30:

	2016	2015
Program services	$ 139,940	$ 62,431
Management and general	6,520	55,998
Fundraising	10,208	2,895
Capitalized construction costs	-	125,429
	$ 156,668	$ 246,753

Note 7 – Funds Held By The Seattle Foundation

At June 30, 2016 and 2015, The Seattle Foundation maintained $140,450 and $148,924 in funds designated for New Horizons, respectively. New Horizons can request the funds by a majority vote of its Board of Directors. However, The Seattle Foundation has ultimate authority and control over the funds. Accordingly, these funds are not included in the Organization's consolidated financial statements.

Note 8 – Support and Revenue Concentration

One donor contributed 15% of total support and revenue during the year ended June 30, 2016. The same donor contributed 13% of total support and revenue during the year ended June 30, 2015.

Note 9 – Related Party Transaction

The husband of the Organization's Executive Director acted as the general contractor for a major building remodel that was completed during the year ended June 30, 2015. The Organization paid the general contractor $399,009 for the remodel. Additionally, the general contractor donated a significant amount of his time valued at $125,429.

Note 10 – Street Bean Espresso Expansion

On October 10, 2016 Street Bean Espresso opened a second location in Seattle's University District. Currently the second location is operating under a month to month lease agreement.

SUPPLEMENTAL INFORMATION

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2016 (AUDITED)

	New Horizons	Street Bean	Eliminations	Consolidated
ASSETS				
Cash and cash equivalents	$ 514,010	$ 12,195	$ -	$ 526,205
Receivables, current	249,323	77	(82,924)	166,476
Prepaid expenses and other	9,103	-	-	9,103
Inventory	3,500	4,566	-	8,066
Total current assets	775,936	16,838	(82,924)	709,850
Receivables, net of current	29,000	-	-	29,000
Interest in real estate	552,000	-	-	552,000
Property and equipment, net	1,606,585	48,079	-	1,654,664
	$ 2,963,521	$ 64,917	$ (82,924)	$ 2,945,514
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	$ 13,347	$ 84,054	$ (82,924)	$ 14,477
Wages and payroll taxes payable	46,742	12,513	-	59,255
Vacation payable	42,765	4,138	-	46,903
Other accrued expenses	-	5,459	-	5,459
Total current liabilities	102,854	106,164	(82,924)	126,094
Note payable	513,285	-	-	513,285
	616,139	106,164	(82,924)	639,379
NET ASSETS				
Unrestricted	2,131,627	(41,247)	-	2,090,380
Temporarily restricted	215,755	-	-	215,755
	2,347,382	(41,247)	-	2,306,135
	$ 2,963,521	$ 64,917	$ (82,924)	$ 2,945,514

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
JUNE 30, 2015 (REVIEWED)

	New Horizons	Street Bean	Eliminations	Consolidated
ASSETS				
Cash and cash equivalents	$ 297,182	$ 4,420	$ -	$ 301,602
Receivables, current	123,667	9,632	-	133,299
Prepaid expenses and other	13,565	-	-	13,565
Inventory	3,361	4,566	-	7,927
Total current assets	437,775	18,618	-	456,393
Receivables, net of current	86,000	-	-	86,000
Interest in real estate	552,000	-	-	552,000
Property and equipment, net	1,629,611	26,046	-	1,655,657
	$ 2,705,386	$ 44,664	$ -	$ 2,750,050
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	$ 9,072	$ 3,057	$ -	$ 12,129
Wages and payroll taxes payable	28,731	2,537	-	31,268
Vacation payable	34,662	6,172	-	40,834
Other accrued expenses	-	5,177	-	5,177
Total current liabilities	72,465	16,943	-	89,408
Note payable	521,175	-	-	521,175
	593,640	16,943	-	610,583
NET ASSETS				
Unrestricted	1,858,744	18,089	-	1,876,833
Temporarily restricted	253,002	9,632	-	262,634
	2,111,746	27,721	-	2,139,467
	$ 2,705,386	$ 44,664	$ -	$ 2,750,050

See accompanying notes and independent auditors' report.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016 (AUDITED)

	New Horizons	Street Bean	Eliminations	Consolidated
UNRESTRICTED NET ASSETS				
SUPPORT AND REVENUE				
Individual contributions	$ 626,214	$ 15,087	$ (5,840)	$ 635,461
Church and organizational contributions	88,205	3,681	-	91,886
Corporate contributions	20,375	-	-	20,375
Special events	202,630	-	-	202,630
In-kind contributions	156,668	-	-	156,668
Grants	320,856	1,457	-	322,313
Sales and other earned income	-	259,482	-	259,482
Other	39,158	-	-	39,158
	1,454,106	279,707	(5,840)	1,727,973
Net assets released from restriction				
Satisfaction of program restriction	210,227	-	-	210,227
Satisfaction of time restriction	38,667	9,632	-	48,299
	1,703,000	289,339	(5,840)	1,986,499
EXPENSES				
Program services	1,039,893	348,675	(5,840)	1,382,728
Management and general	158,882	-	-	158,882
Fundraising	231,342	-	-	231,342
	1,430,117	348,675	(5,840)	1,772,952
CHANGE IN UNREST. NET ASSETS	272,883	(59,336)	-	213,547
TEMPORARILY REST. NET ASSETS				
Contributions and grants	211,647	-	-	211,647
Net assets released from restriction	(248,894)	(9,632)	-	(258,526)
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS	(37,247)	(9,632)	-	(46,879)
CHANGE IN NET ASSETS	235,636	(68,968)	-	166,668
NET ASSETS				
Beginning of the year	2,111,746	27,721	-	2,139,467
End of the year	$ 2,347,382	$ (41,247)	$ -	$ 2,306,135

See accompanying notes and independent auditors' report.

NEW HORIZONS MINSITRIES AND STREET BEAN ESPRESSO
CONSOLIDATING STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2015 (REVIEWED)

	New Horizons	Street Bean	Eliminations	Consolidated
UNRESTRICTED NET ASSETS				
SUPPORT AND REVENUE				
Individual contributions	$ 609,089	$ 31,178	$ (19,788)	$ 620,479
Church and organizational contributions	74,039	6,961	-	81,000
Corporate contributions	49,688	-	-	49,688
Special events	221,615	-	-	221,615
In-kind contributions	236,742	10,011	-	246,753
Grants	79,124	200	-	79,324
Sales and other earned income	-	242,063	-	242,063
Forgiveness of debt	-	87,803	(87,803)	-
Loss on retirement of assets	-	(41,397)	-	(41,397)
Other	8,763	2,868	-	11,631
	1,279,060	339,687	(107,591)	1,511,156
Net assets released from restriction				
Satisfaction of program restriction	635,054	-	-	635,054
Satisfaction of time restriction	27,310	-	-	27,310
	1,941,424	339,687	(107,591)	2,173,520
EXPENSES				
Program services	944,654	376,467	(107,591)	1,213,530
Management and general	170,587	-	-	170,587
Fundraising	163,532	-	-	163,532
	1,278,773	376,467	(107,591)	1,547,649
CHANGE IN UNREST. NET ASSETS	662,651	(36,780)	-	625,871
TEMPORARILY REST. NET ASSETS				
Capital campaign contribs. and grants	72,893	-	-	72,893
Contributions and grants	290,724	9,632	-	300,356
Net assets released from restriction	(662,364)	-	-	(662,364)
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS	(298,747)	9,632	-	(289,115)
CHANGE IN NET ASSETS	363,904	(27,148)	-	336,756
NET ASSETS				
Beginning of the year	1,747,842	54,869	-	1,802,711
End of the year	$ 2,111,746	$ 27,721	$ -	$ 2,139,467

See accompanying notes and independent auditors' report.