

**REVIEWED FINANCIAL STATEMENTS
and SUPPLEMENTARY INFORMATION**
For the Years Ended May 31, 2014 and 2013
Prepared for:
BRIDGE BUILDERS INTERNATIONAL

**ANDERSON GROUP
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BRIDGE BUILDERS INTERNATIONAL

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Bridge Builders International
Philomath, Oregon

We have reviewed the accompanying statement of financial position of Bridge Builders International (a nonprofit organization) as of May 31, 2014 and 2013 and the related statements of activities and cash flows for the years then ended. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization's 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 and supplementary information 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 and supplementary information.

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 and supplementary information. 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 and supplementary information in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Our review was made for the purpose of expressing a conclusion that there are no material modifications that should be made to the financial statements and supplementary information in order for them to be in conformity with accounting principles generally accepted in the United States of America. The information included in the accompanying supplementary schedule of net asset balances for the year ended May 31, 2014 is presented only for purposes of additional analysis and has been subjected to the inquiry and analytical procedures applied in the review of the basic financial statements, and we are not aware of any material modifications that should be made thereto.

Anderson Group CPAs, LLC
Corvallis, Oregon
December 1, 2014

BRIDGE BUILDERS INTERNATIONAL
Statement of Financial Position
As of May 31,

	2014	2013
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 41,446	\$ 107,763
Employee advances	74	17
	41,520	107,780
PROPERTY AND EQUIPMENT		
Equipment	12,621	18,641
Accumulated depreciation	(4,704)	(9,513)
	7,917	9,128
Net Property and Equipment	7,917	9,128
TOTAL ASSETS	\$ 49,437	\$ 116,908
LIABILITIES AND NET ASSETS		
LIABILITIES		
Current Liabilities		
Accounts payable	\$ 2,568	\$ -
Accrued payroll liabilities	5,488	7,571
Credit cards payable	1,174	7,106
	9,230	14,677
Total Current Liabilities	9,230	14,677
TOTAL LIABILITIES	9,230	14,677
NET ASSETS		
Unrestricted	4,409	13,474
Temporarily restricted	35,798	88,757
	40,207	102,231
TOTAL NET ASSETS	40,207	102,231
TOTAL LIABILITIES AND NET ASSETS	\$ 49,437	\$ 116,908

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Statement of Activities
For the Years Ended May 31,

	2014	2013
UNRESTRICTED NET ASSETS		
Unrestricted Revenue and Other Support		
Contributions	\$ 304,553	\$ 291,768
Miscellaneous	1,772	1,488
Income from investments	59	148
	306,384	293,404
Net assets released from restrictions	373,863	286,208
	680,247	579,612
Expenses		
Ministry expenses	500,583	390,524
Personnel	57,935	51,402
General and administrative	90,435	93,430
Fundraising	40,686	44,529
	689,639	579,885
Decrease in Unrestricted Net Assets	(9,392)	(273)
TEMPORARILY RESTRICTED NET ASSETS		
Contributions	321,231	297,160
Net assets released from restrictions	(373,863)	(286,208)
	(52,632)	10,952
(Decrease) Increase in Temporarily Restricted Net Assets	(52,632)	10,952
(DECREASE) INCREASE IN NET ASSETS	(62,024)	10,679
NET ASSETS BEGINNING OF YEAR	102,231	91,552
	102,231	91,552
NET ASSETS END OF YEAR	\$ 40,207	\$ 102,231
	40,207	102,231

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Statement of Cash Flows
For the Years Ended May 31,

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
(Decrease) Increase in net assets	\$ (62,024)	\$ 10,679
Adjustments to reconcile change in net assets to cash provided by operating activities:		
Depreciation	2,083	1,719
Loss on Disposal of assets	698	1,312
(Increase) Decrease in Employee advances	(57)	78
Increase (Decrease) in Accounts payable	2,568	(137)
(Decrease) Increase in Accrued payroll liabilities	(2,083)	1,177
(Decrease) Increase in Credit cards payable	(5,932)	6,538
	(64,747)	21,366
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of property and equipment	(1,570)	(9,179)
	(1,570)	(9,179)
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(66,317)	12,187
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	107,763	95,576
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 41,446	\$ 107,763

See accompanying notes and independent accountant's review report.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2014 and 2013

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Bridge Builders International (the “Organization”), an Oregon nonprofit corporation, was incorporated in December 1994. The Organization’s purpose is to assist Christ-centered churches and missionary organizations to build working relationships with churches and other ministries in developing countries by establishing partnerships between them. The activity of the Organization includes the development of training materials to promote the purposes of the Organization and the mobilization of believers in the United States to have effective ministries in the developing countries of the world. The Organization is primarily supported through contributions from individuals and churches.

The Organization is governed and managed by a Board of Directors.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles.

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.

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months.

Investment Securities

Under FASB ASC 958-320-35 (formerly SFAS No. 124, *Accounting for Certain Investments Held by Not-for-Profit Organizations*), investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets.

Property and Equipment

Acquisitions of property and equipment in excess of \$150 are capitalized. Property and equipment are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the useful lives of assets which are generally 5 years. Depreciation expense for the years ended May 31, 2014 and 2013 was \$2,083 and \$1,719, respectively.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2014 and 2013

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

Advertising

The Organization uses advertising to promote its programs. Advertising costs are expensed as incurred. Advertising expense for the years ended May 31, 2014 and 2013 was \$1,807 and \$2,127, respectively.

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. There were no permanently restricted contributions received in either of the years ended May 31, 2014 and 2013.

All donor-restricted contributions are reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or 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 restrictions.

Income Tax Status

The Organization is exempt from Federal and State income taxes under Section 501(c)(3) of the Internal Revenue Code and, accordingly, no provision for income taxes is made in the financial statements.

Bridge Builders International's Federal Exempt Organization Business Income Tax Returns and Oregon Charitable Activities Forms (Form 990 and Form CT-12) for 2010, 2011, and 2012 are subject to examination by the IRS and ODOR, generally for three years after they were filed.

NOTE B – COMPENSATED ABSENCES

Employees of the Organization are entitled to paid vacation, depending on job classification, length of service, and other factors. As of May 31, 2014 and 2013, management calculated an accrued vacation liability of \$0 and \$1,524, respectively.

NOTE C – TEMPORARILY RESTRICTED ASSETS

Funds that are designated by the board or by donors that are not used up during the current fiscal year are shown as temporarily restricted net assets. Temporarily restricted net assets as of May 31, 2014 and 2013 are \$35,798 and \$88,757, respectively.

BRIDGE BUILDERS INTERNATIONAL
Notes to the Financial Statements
For the Years Ended May 31, 2014 and 2013

NOTE D – FAIR VALUE OF ASSETS AND LIABILITIES

The Organization adopted the provisions of FASB Accounting Standards Codification (ASC) 820, effective January 1, 2008. This established a three-tier fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and lowest priority to unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 – Inputs that utilize quoted prices (unadjusted) in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2 – Inputs that include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the assets or liability, either directly or indirectly, for substantially the full term of the financial instrument. Fair values for these instruments are estimated using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows.

Level 3 – Inputs that are unobservable inputs for the asset or liability, which are typically based on an entity's own assumptions, as there is little, if any, related market activity.

In instances where the determination of fair value measurement is based on inputs from different levels of the fair value hierarchy, the level in the fair value hierarchy within which the entire fair value measurement falls is based on the lowest level input that is significant to the fair value measurement of its entirety.

As of May 31, 2014 and 2013, the Organization had no liabilities that are required to be measured in accordance with FASB ASC 820.

NOTE E – SUBSEQUENT EVENTS

Subsequent events are events or transactions that occur after the Statement of Financial Position date but before financial statements are issued. The Organization recognizes in the financial statements the effects of all subsequent events that provide additional evidence about conditions that existed at the date of the Statement of Financial Position, including the estimates inherent in the process of preparing the financial statements. The Organization's financial statements do not recognize subsequent events that provide evidence about conditions that did not exist at the date of the Statement of Financial Position but arose after that date and before financial statements are available to be issued. The Organization has evaluated subsequent events through December 1, 2014, the date which the financial statements were available to be issued.

SUPPLEMENTARY INFORMATION

BRIDGE BUILDERS INTERNATIONAL
Supplementary Schedule of Net Asset Balances
For the Year Ended May 31, 2014

Fund	Beginning Balance	Donations	Expenses	Ending Balance
Baltic Pastoral Institute	\$ 13,471	\$ 95,096	\$ 101,648	\$ 6,919
Celebrate Recovery	634	-	634	-
Eagle's Wings Camp	4,139	34,803	29,899	9,043
Hewitt Missionary Support	15,789	23,023	35,702	3,110
Hope for Farm Families	-	1,994	1,994	-
Jensen Missionary Support	8,723	61,362	68,548	1,537
Kincade Artwork	2,970	-	2,970	-
Latvia Humanitarian Aid	1,296	4,807	4,470	1,633
Latvia Radio	-	45	45	-
Latvian Pastors	89	14,746	14,835	-
Latvian Students	-	17,900	12,000	5,900
Lidums Ministry	8,770	11,786	19,834	722
Living Bridge/Ireland Ministry	-	300	244	56
Mission Pakapieni	120	11,140	10,457	803
New Hope Latvia	16,561	32,678	48,959	280
Peterson Missionary Support	2,200	1,818	3,446	572
Philippines Donations	-	1,080	900	180
Prayer Days	247	-	247	-
Publishing Projects	179	22	179	22
Roth Missionary Support	82	7,955	7,416	621
Technical Needs	5,987	-	1,587	4,400
Tilza Latvia	7,000	-	7,000	-
Trips	500	676	1,176	-
Total Temporarily Restricted Funds	88,757	321,231	374,190	35,798
Total General Fund	13,474	306,384	315,449	4,409
Total Net Assets	<u>\$ 102,231</u>	<u>\$ 627,615</u>	<u>\$ 689,639</u>	<u>\$ 40,207</u>

See accompanying independent accountant's review report.