



SHERRI ROSE, CPA

NAVIGATING AUDIT | TAX | ACCOUNTING

MALI HEALTH

Financial Statements with Independent Accountant's Report

December 31, 2016

SHERRI ROSE, CPA, PLLC
8732 UNION GROVE CHURCH RD
CHAPEL HILL, NC 27516
919-913-8081

**MALI HEALTH
TABLE OF CONTENTS**

	<u>PAGE NUMBER</u>
INDEPENDENT ACCOUNTANT'S REPORT	1
FINANCIAL STATEMENTS:	
STATEMENT OF FINANCIAL POSITION	2
STATEMENT OF ACTIVITIES	3
STATEMENT OF CASH FLOWS	4
NOTES TO FINANCIAL STATEMENTS	5-7



SHERRI ROSE, CPA

NAVIGATING AUDIT | TAX | ACCOUNTING

8732 UNION GROVE CHURCH ROAD
CHAPEL HILL, NC 27516
T 919-913-8081
F 708-778-5639

WWW.SHERRIROSECPA.COM

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Trustees of
Mali Health
PO Box 426081
Cambridge, MA 02142

I have reviewed the accompanying financial statements of Mali Health (a nonprofit organization), which comprise the statement of financial position as of December 31, 2016, and the related statements of activities 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, I 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

My 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 American Institute of Certified Public Accountants. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am 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. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am 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.

Sherri Rose, CPA

Sherri Rose, CPA, PLLC
December 4, 2017

Mali Health Organizing Project, Inc
Statement of Financial Position
December 31, 2016

Assets

	<u>2016</u>
Current Assets	
Cash	84,511
Accounts Receivable	91,130
Loans and Deposits	6,035
Total Current Assets	181,677
Total Assets	<u><u>\$ 181,677</u></u>

Liabilities and Net Assets

Current Liabilities	
Accrued Expenses	<u>12,331</u>
Total Current Liabilities	12,331
Total Liabilities	<u>12,331</u>
Net Assets	
Unrestricted	41,584
Temporarily Restricted	127,761
Total Net Assets	169,345
Total Liabilities and Net Assets	<u><u>\$ 181,677</u></u>

Mali Health Organizing Project, Inc
Statement of Activities
For The Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporary Restricted</u>	<u>Total 2016</u>
Revenue:			
Contributions	144,009	-	144,009
Contributions - In kind	-	-	-
Program Income	261,907	-	261,907
Grant Income	15,979	77,068	93,047
Satisfaction of Program Restrictions	145,884	(145,884)	-
Interest Income	69	-	69
Total Revenue	<u>567,848</u>	<u>(68,816)</u>	<u>499,032</u>
Expenses			
Salaries and Wages	263,483	-	263,483
Payroll Taxes	28,746	-	28,746
Employee Benefits	40,014	-	40,014
Contract Labor	17,494	-	17,494
Legal and Professional	250	-	250
Occupancy	18,214	-	18,214
Program Expense	46,488	-	46,488
License and Fees	2,593	-	2,593
Program Supplies	11,535	-	11,535
Special Events	83,794	-	83,794
Merchant Fees	2,090	-	2,090
Office Expense	24,071	-	24,071
Training and Development	3,919	-	3,919
Telephone	3,080	-	3,080
Insurance	1,807	-	1,807
Gain Loss on Foreign Currency	8,332	-	8,332
Travel	64,203	-	64,203
Miscellaneous	333	-	333
Total Expenses	<u>620,446</u>	<u>-</u>	<u>620,446</u>
Increase (Decrease) in Unrestricted Net Assets	(52,599)	(68,816)	(121,415)
Net Assets at Beginning of Year	<u>94,183</u>	<u>196,577</u>	<u>290,760</u>
Net Assets at End of Year	<u>\$ 41,584</u>	<u>\$ 127,761</u>	<u>\$ 169,345</u>

Mali Health Organizing Project, Inc
Statement of Cash Flows
For the Year Ended December 31, 2016

	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Change in Net Assets	(121,415)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities	
Change in Accounts Receivable	9,780
Change in Prepaid Expense	(608)
Change in Other Accounts Payable	(2,500)
Change in Deferred Revenue	<u>5,357</u>
Net Cash Provided (Used) by Operating Activities	(109,386)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(109,386)
Cash and Cash Equivalents at Beginning of Year	<u>193,897</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ 84,511</u></u>
SUPPLEMENTAL DATA:	
Interest Income	\$ 69
Interest Expense	\$ -

Mali Health Organizing Project, Inc.
Notes to Financial Statements
December 31, 2016

NOTE 1 Nature of Business and Activities

Mali Health Organizing Project, Inc. is a nonprofit corporation created under the laws of the state of Vermont. The Organization's purpose is to improve maternal and child health in peri-urban communities in Bamako, Mali. The Organization helps mothers and children access high-quality primary care while working with communities and the health system to improve the way that care is delivered at the community level.

NOTE 2 Summary of Significant Accounting Policies

Basis of Accounting

Mali Health Organizing Project, Inc. maintains its books and records on the accrual basis of accounting in accordance with U.S. generally accepted accounting principles (GAAP).

Financial Statement Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standard Codification (ASC) No. 958-205, Financial Statements of Not-for-Profit Organizations. Under ASC No. 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.

Unrestricted Net Assets: Unrestricted net assets are resources over which the Board of Directors has discretionary control and are available for the various programs and administration of the organization.

Temporarily Restricted Net Assets: Temporarily restricted net assets are resources subject to donor imposed restrictions. At the expiration of the restriction temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently Restricted Net Assets: Permanently restricted net assets are resources subject to donor imposed restrictions that neither expire by the passage of time nor can be fulfilled or otherwise removed by actions of the organization. There currently are no permanently restricted net assets.

Cash and Cash Equivalents

Cash and cash equivalents consist of all monies in banks and short-term, highly liquid investments, which are readily convertible into cash within ninety days. Bank accounts are also kept in Mali, Africa and reported in the statement of financial position at the current exchange rate.

Mali Health Organizing Project, Inc.
Notes to Financial Statements
December 31, 2016

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Revenue Recognition

Service revenues from providing technical support and capacity building to community health centers are recognized when the services are provided. The Organization reports contributions as restricted support if they are received with donor stipulations that restrict the use.

Accounts Receivable

Accounts receivable are stated as unpaid balances. The Organization provides for losses on accounts receivable using the direct write off method. Receivables are considered impaired if full payments are not received in accordance with the terms of the agreement. It is the Organization's policy to write off uncollectible accounts receivable when management determines the receivable will not be collected.

Income Taxes

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code, except for income taxes pertaining to unrelated business income. The Financial Accounting Standards Board issued guidance that requires tax effects from uncertain tax positions to be recognized in the financial statements only if the position is more likely than not to be sustained if the position were to be challenged by a taxing authority. Management has determined there are no material uncertain positions that require recognition in the financial statements. Tax years 2013 to 2015 are open for examination by federal taxing authorities.

NOTE 3 Concentration of Credit Risk

The Organization maintains bank accounts at Enterprise Bank, Paypal and Mali, Africa. Accounts at a US institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Total US cash deposits at December 31, 2016 were within the insured limit. The foreign bank accounts are not FDIC insured. The amount at risk in US dollars as of December 31, 2016 totaled \$5,136.

Mali Health Organizing Project, Inc.
Notes to Financial Statements
December 31, 2016

NOTE 4 Temporarily Restricted Net Assets

Temporarily restricted net assets are available for Health services in Bamako, Mali in the amount of \$7,500; Woman's micro savings and health loans in the amount of \$96,297; and \$23,964 for improving the quality and delivery of maternal and child healthcare.

NOTE 5 Functional Classification of Expenses

Expenses by function for the year ended December 31, 2016 were as follows:

EXPENSES

Program services		
Health System Strengthening	\$	198,291
Action for Health		128,377
Quality Improvement		90,783
General Programs and Other		131,291
Supporting services		
Management and general		<u>71,704</u>
TOTAL EXPENSES	\$	620,446

NOTE 6 Subsequent Events

For the purpose of the accompanying financial statements, subsequent events have been evaluated through December 4, 2017, which is the date these financial statements were available to be issued.