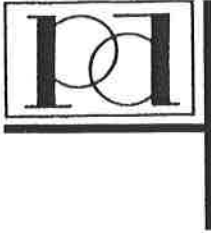


Women's Global
Education Project
Financial Statements
For the Year Ended
December 31, 2018

WOMEN'S GLOBAL EDUCATION PROJECT

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CPA's and Consultants

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Independent Auditor's Report

To the Board of Directors of
Women's Global Education Project
Oak Park, Illinois

We have audited the accompanying financial statements of Women's Global Education Project (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities and changes in net assets, functional expenses and cash flows 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 Women's Global Education Project as of December 31, 2018, 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.

Picker + Associates

Buffalo Grove, Illinois
August 5, 2019

WOMEN'S GLOBAL EDUCATION PROJECT

Statement of Financial Position
December 31, 2018

<u>Assets</u>	
Current assets	
Cash	\$ 438,703
Grant receivable	7,012
Pledges receivable	50,000
Other receivable	<u>22,167</u>
Total current assets	517,882
Equipment	
Equipment	4,327
Less accumulated depreciation	<u>(2,645)</u>
Net equipment	<u>1,682</u>
Total assets	<u><u>\$ 519,564</u></u>
<u>Liabilities and Net Assets</u>	
Current liabilities	
Accounts payable	\$ 391
Accrued payroll and related taxes payable	<u>7,446</u>
Total current liabilities	<u>7,837</u>
Net assets	
Without donor restrictions	340,881
With donor restrictions	<u>170,846</u>
Total net assets	<u>511,727</u>
Total liabilities and net assets	<u><u>\$ 519,564</u></u>

The accompanying notes are an integral part of these financial statements

WOMEN'S GLOBAL EDUCATION PROJECT

Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Revenue and support			
Special events, net of expenses	\$ 202,311	\$ -	\$ 202,311
Contributions	92,521	307,977	400,498
Grants	22,012		22,012
Interest income	20		20
Net assets released from restrictions	174,220	(174,220)	
Total revenues without donor restrictions	491,084		491,084
Total revenues with donor restrictions		133,757	133,757
 Total revenues and support	 491,084	 133,757	 624,841
Expenses			
General and administrative	34,636		34,636
Fundraising	59,458		59,458
Program services	472,141		472,141
 Total expenses	 566,235		 566,235
 Change in net assets	 (75,151)	 133,757	 58,606
 Net assets, beginning of year	 416,032	 37,089	 453,121
 Net assets, end of year	 \$ 340,881	 \$ 170,846	 \$ 511,727

The accompanying notes are an integral part of these financial statements

WOMEN'S GLOBAL EDUCATION PROJECT

Statement of Functional Expenses For the Year Ended December 31, 2018

	General and Administrative	Fundraising	Program Services	Total Expenses
Auto expenses	\$ 169	\$ 361	\$ -	\$ 530
Accounting	503	461	3,573	4,537
Annual filing	10			10
Bank charges	2,758		740	3,498
Conference and meetings	225			225
Consultants		29,225		29,225
Depreciation	49	46	354	449
Dues and subscriptions	906			906
Health insurance	254	233	1,807	2,294
Insurance	237	217	1,681	2,135
Marketing	54	50	386	490
Meal and entertainment	647	560		1,207
Office	88	80	618	786
Office supplies	50	46	354	450
Payroll processing fees	101	93	717	911
Payroll taxes	1,583	1,451	11,244	14,278
Postage	62	191		253
Printing	954	294		1,248
Rent	1,862	1,708	13,230	16,800
Salaries	21,043	19,296	149,495	189,834
Software	768	2,796		3,564
Telephone	332	305	2,359	2,996
Travel	1,818	1,896		3,714
Utilities	161	147	1,142	1,450
Website	2	2	16	20
Kenya program			156,251	156,251
Senegal program			128,174	128,174
Total	\$ 34,636	\$ 59,458	\$ 472,141	\$ 566,235

The accompanying notes are an integral part of these financial statements

WOMEN'S GLOBAL EDUCATION PROJECT

Statement of Cash Flows
For the Year Ended December 31, 2018

Cash flows from operating activities	
Changes in net assets	\$ 58,606
Adjustments to reconcile changes in net assets to net cash provided by operating activities and net increase in cash	
Depreciation expense	449
(Increase) decrease in assets:	
Grant receivable	52,737
Pledges receivable	(40,000)
Other receivable	1,177
Increase (decrease) in liabilities:	
Accounts payable	(731)
Accrued payroll and related taxes payable	<u>(4,867)</u>
Net cash provided by operating activities and net increase in cash	67,371
Cash, beginning of year	<u>371,332</u>
Cash, end of year	<u>\$ 438,703</u>

The accompanying notes are an integral part of these financial statements

WOMEN'S GLOBAL EDUCATION PROJECT

Notes to Financial Statements

Note 1 - Organization and nature of activities

The Women's Global Education Project, incorporated on March 17, 2003, is a not-for-profit corporation organized under the laws of the State of Illinois, and has been classified by the U.S. Internal Revenue Service as a 501(c)(3) not-for-profit organization. The Organization believes education for girls – especially for those in the remote, rural areas of the world- is one of the most effective ways to fight global poverty. The mission of the Organization is to work to address the complex barriers-economic, cultural and social-keeping girls out of school and uses a multi-tiered approach that includes scholarship support, family involvement and community awareness to help more girls go to and succeed in school.

Note 2 - Summary of significant accounting policies

Basis of accounting and presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. These financial statements reflect all significant assets and liabilities of the Organization. Net assets are classified as follows:

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Organization. These net assets may be used at the discretion of the Organization's management and the board of directors.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors, and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Organization or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be in maintained in perpetuity. The Organization does not have any perpetual donor restrictions as of December 31, 2018.

Donor restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets are reclassified from net assets with donor restrictions to net assets without donor restrictions in the statement of activities.

WOMEN'S GLOBAL EDUCATION PROJECT

Notes to Financial Statements

Note 2 - Significant accounting policies, cont'd

Cash and cash equivalents

For purposes of the statement of cash flows, cash and cash equivalents are designed as cash on hand, demand deposits, and temporary cash investments. Cash equivalents are generally short-term highly liquid investments with maturities of three months or less.

Grant receivable

Government grants are accounted for as unrestricted, exchange transactions. Income from these and other exchange transactions is deferred and recognized over the periods to which it is related. As of December 31, 2018, grant receivable was \$7,012.

Pledges receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts, if applicable, are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization would be included in contribution revenue. Conditional promises to give are not included as support until the conditions are met. As of December 31, 2018, the Organization's pledges receivable consisted of unconditional promises to give in the amount of \$50,000.

Donated assets

Donated noncash assets are recorded as contributions at their estimated fair value at the time of the donation.

Donated services

No revenues have been recognized in the statements of activities for donated services. The Organization pays for most services requiring specific expertise; however, many individuals volunteer their time and perform a variety of tasks that assist the Organization with special projects, committee assignments, and service on the Board.

WOMEN'S GLOBAL EDUCATION PROJECT

Notes to Financial Statements

Note 2 - Significant accounting policies, cont'd

Equipment

Purchased equipment is capitalized at cost. Equipment is depreciated using the straight-line method over the estimated useful lives of 5 years. Depreciation expense for the year ended December 31, 2018 was \$449.

Functional expenses

The costs of providing programs and other activities have been summarized on a functional basis in the statement of activities. Such allocations are determined by management on an equitable basis.

Income taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and accordingly, has made no provision for federal income taxes in the accompanying financial statements. There was no unrelated business income for 2018.

The Organization adopted the accounting for uncertainty in income tax guidance, which clarifies accounting and recognition for tax positions taken on its income tax returns. In evaluating the Organization's tax provisions and accruals, the Organization believes that its estimates are appropriate and the Organization has no material unrecognized income tax positions. The Organization's tax filings are subject to audit by various taxing authorities. At December 31, 2018, the Organization is no longer subject to examination by federal and state taxing authorities for the periods ending before 2015.

Compensated absences

Employees are entitled to paid vacation, sick days and personal days off, depending on job classification, length of service, and other factors. It is impractical to estimate the amount of compensation for future absences, and accordingly, no liability has been recorded in the accompanying financial statements. It is the Organization's policy to recognize compensated absence when actually paid.

WOMEN'S GLOBAL EDUCATION PROJECT

Notes to Financial Statements

Note 2 - Significant accounting policies, cont'd

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.

Concentration of credit risk

The Organization maintains its cash balances in a local bank. The balance is insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2017, the Organization had an uninsured cash balance of approximately \$66,000.

Date of management's review

In preparing the financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through August 5, 2019, the date that the financial statements were available to be issued.

Note 3 - Support

A portion of the Organization's support is provided by major fundraising events. The Organization has successfully held a major annual fundraising event and expects the event and the support received to continue. The remaining support is provided by contributions and other donations from individuals and businesses in the community.

Note 4 - Leasing arrangements

The Organization conducts its operations from offices that are leased under a commercial lease agreement expiring on March 31, 2018. The lease was subsequently renewed with a revised expiration date of June 30, 2019. The rent expense was \$16,800 for the year ended December 31, 2018.

Future minimum lease payments under the lease are as follows:

2019	<u>\$ 8,400</u>
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