



# Back to God Ministries International

Combined Financial Statements  
and Supplementary Information  
Years Ended June 30, 2019 and 2018

# **Back to God Ministries International**

---

Combined Financial Statements and Supplementary Information  
Years Ended June 30, 2019 and 2018

# Back to God Ministries International

## Contents

---

Independent Auditor's Report	3-4
<b>Combined Financial Statements</b>	
Statements of Financial Position as of June 30, 2019 and 2018	6-7
Statements of Activities for the Years Ended June 30, 2019 and 2018	8-9
Statements of Functional Expenses for the Years Ended June 30, 2019 and 2018	10-11
Statements of Changes in Net Assets for the Years Ended June 30, 2019 and 2018	12
Statements of Cash Flows for the Years Ended June 30, 2019 and 2018	13
Notes to Financial Statements	14-26
<b>Supplementary Information</b>	
Independent Auditor's Report on Supplementary Information	28
Combining Summary of Financial Position Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars	29-30
Combining Summary of Activities Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars	31-32



## Independent Auditor's Report

Boards of Directors  
Back to God Ministries International  
Grand Rapids, Michigan

We have audited the accompanying combined financial statements of Back to God Ministries International (the Agency), which comprise the combined statements of financial position as of June 30, 2019 and 2018, and the related combined statements of activities, functional expenses, changes in net assets, and cash flows for the years then ended, and the related notes to the combined financial statements.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these combined 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 combined 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 combined financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Agency's preparation and fair presentation of the combined 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 Agency'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 combined 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 combined financial statements referred to above present fairly, in all material respects, the combined financial position of Back to God Ministries International as of June 30, 2019 and 2018, and the combined changes in its net assets and its cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

BDO USA, LLP

November 7, 2019

## Combined Financial Statements

---

# Back to God Ministries International

## Combined Statements of Financial Position

<i>June 30, 2019</i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 3,001,357	\$ 179,166	\$ 3,180,523
Investments held by CRCNA Funds, LLC	4,296,539	-	4,296,539
Beneficial interest in assets held by Barnabas Foundation	-	1,041,878	1,041,878
Other investments	46,954	33,109	80,063
Cash surrender value of life insurance	533,012	-	533,012
Accounts receivable and other	755,783	-	755,783
Interest receivable	11,155	-	11,155
Construction in progress	73,043	-	73,043
Property and equipment	384,312	-	384,312
Less accumulated depreciation	(235,115)	-	(235,115)
<b>Total Assets</b>	<b>\$ 8,867,040</b>	<b>\$ 1,254,153</b>	<b>\$ 10,121,193</b>
<b>Liabilities and Net Assets</b>			
<b>Liabilities</b>			
Accounts payable and accrued liabilities	\$ 282,965	\$ -	\$ 282,965
Due to Christian Reformed Church in North America	77,002	-	77,002
Refundable advances	268,374	-	268,374
Annuities payable	263,212	-	263,212
<b>Total Liabilities</b>	<b>891,553</b>	<b>-</b>	<b>891,553</b>
<b>Net Assets</b>			
Without donor restrictions:			
Undesignated	4,791,097	-	4,791,097
Board-designated	3,295,845	-	3,295,845
Foreign currency translation adjustment	(111,455)	-	(111,455)
<b>Total net assets without donor restrictions</b>	<b>7,975,487</b>	<b>-</b>	<b>7,975,487</b>
<b>With donor restrictions</b>	<b>-</b>	<b>1,254,153</b>	<b>1,254,153</b>
<b>Total Net Assets</b>	<b>7,975,487</b>	<b>1,254,153</b>	<b>9,229,640</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 8,867,040</b>	<b>\$ 1,254,153</b>	<b>\$ 10,121,193</b>

*See accompanying independent auditor's report  
and notes to combined financial statements.*

# Back to God Ministries International

## Combined Statements of Financial Position

<i>June 30, 2018</i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 3,380,556	\$ 204,072	\$ 3,584,628
Investments held by CRCNA Funds, LLC	3,118,912	-	3,118,912
Beneficial interest in assets held by Barnabas Foundation	-	975,511	975,511
Other investments	44,305	42,938	87,243
Cash surrender value of life insurance	509,238	-	509,238
Due from Christian Reformed Church in North America, net	77,320	-	77,320
Accounts receivable and other	24,373	-	24,373
Interest receivable	6,381	-	6,381
Construction in progress	50,875	-	50,875
Property and equipment	283,203	-	283,203
Less accumulated depreciation	(226,521)	-	(226,521)
<b>Total Assets</b>	<b>\$ 7,268,642</b>	<b>\$ 1,222,521</b>	<b>\$ 8,491,163</b>
<b>Liabilities and Net Assets</b>			
<b>Liabilities</b>			
Accounts payable and accrued liabilities	\$ 325,106	\$ -	\$ 325,106
Due to Christian Reformed Church in North America	141,287	-	141,287
Refundable advances	283,361	-	283,361
Annuities payable	274,243	-	274,243
<b>Total Liabilities</b>	<b>1,023,997</b>	<b>-</b>	<b>1,023,997</b>
<b>Net Assets</b>			
Without donor restrictions:			
Undesignated	3,610,701	-	3,610,701
Board-designated	2,749,739	-	2,749,739
Foreign currency translation adjustment	(115,795)	-	(115,795)
<b>Total net assets without donor restrictions</b>	<b>6,244,645</b>	<b>-</b>	<b>6,244,645</b>
<b>With donor restrictions</b>	<b>-</b>	<b>1,222,521</b>	<b>1,222,521</b>
<b>Total Net Assets</b>	<b>6,244,645</b>	<b>1,222,521</b>	<b>7,467,166</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 7,268,642</b>	<b>\$ 1,222,521</b>	<b>\$ 8,491,163</b>

*See accompanying independent auditor's report  
and notes to combined financial statements.*



# Back to God Ministries International

## Combined Statements of Activities

<i>Year ended June 30, 2019</i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues and Other Support</b>			
Denominational ministry shares	\$ 2,794,868	\$ -	\$ 2,794,868
Individual gifts and ministry support	3,234,032	25,000	3,259,032
Legacies	3,280,298	-	3,280,298
Investment income, net	207,420	53,080	260,500
Other	96,853	-	96,853
Net assets released from restrictions	46,448	(46,448)	-
<b>Total Revenues and Other Support</b>	<b>9,659,919</b>	<b>31,632</b>	<b>9,691,551</b>
<b>Expenses</b>			
Program services:			
North America	2,257,041	-	2,257,041
International	3,093,538	-	3,093,538
<b>Total program services</b>	<b>5,350,579</b>	<b>-</b>	<b>5,350,579</b>
Support services:			
Management and general	880,147	-	880,147
Fundraising	1,702,691	-	1,702,691
<b>Total support services</b>	<b>2,582,838</b>	<b>-</b>	<b>2,582,838</b>
<b>Total Expenses</b>	<b>7,933,417</b>	<b>-</b>	<b>7,933,417</b>
<b>Changes in Net Assets</b>	<b>\$ 1,726,502</b>	<b>\$ 31,632</b>	<b>\$ 1,758,134</b>

*See accompanying independent auditor's report  
and notes to combined financial statements.*

# Back to God Ministries International

## Combined Statements of Activities

<i>Year ended June 30, 2018</i>	Without Donor Restrictions	With Donor Restrictions	Total
<b>Revenues and Other Support</b>			
Denominational ministry shares	\$ 2,918,037	\$ -	\$ 2,918,037
Individual gifts and ministry support	3,489,365	32,500	3,521,865
Legacies	2,206,784	-	2,206,784
Gain on sale of property and equipment (Note 4)	807,944	-	807,944
Investment income, net	199,214	54,664	253,878
Other	71,437	-	71,437
Net assets released from restrictions	91,993	(91,993)	-
<b>Total Revenues and Other Support</b>	<b>9,784,774</b>	<b>(4,829)</b>	<b>9,779,945</b>
<b>Expenses</b>			
Program services:			
North America	2,281,377	-	2,281,377
International	3,366,917	-	3,366,917
<b>Total program services</b>	<b>5,648,294</b>	<b>-</b>	<b>5,648,294</b>
Support services:			
Management and general	940,138	-	940,138
Fundraising	1,563,145	-	1,563,145
<b>Total support services</b>	<b>2,503,283</b>	<b>-</b>	<b>2,503,283</b>
<b>Total Expenses</b>	<b>8,151,577</b>	<b>-</b>	<b>8,151,577</b>
<b>Changes in Net Assets</b>	<b>\$ 1,633,197</b>	<b>\$ (4,829)</b>	<b>\$ 1,628,368</b>

*See accompanying independent auditor's report  
and notes to combined financial statements.*

# Back to God Ministries International

## Combined Statements of Functional Expenses

<i>Year ended June 30, 2019</i>	Salaries and Benefits	Broadcasting	Production	Publications and Printed Materials	Professional Fees and Contracted Services	Travel, Meetings and Staff Development	Occupancy Costs	Information Technology	Finance, Human Resources and Payroll Services	Gift Entry	Depreciation	Miscellaneous	Total
<b>Program Services</b>													
North America	\$ 1,263,778	\$ 21,862	\$ 408,270	\$ 221,378	\$ -	\$ 35,439	\$ 94,719	\$ 88,088	\$ -	\$ -	\$ 2,714	\$ 120,793	\$ 2,257,041
International	872,294	1,048,463	615,272	154,320	-	200,196	73,156	36,157	-	-	1,809	91,871	3,093,538
<b>Total program services</b>	<b>2,136,072</b>	<b>1,070,325</b>	<b>1,023,542</b>	<b>375,698</b>	<b>-</b>	<b>235,635</b>	<b>167,875</b>	<b>124,245</b>	<b>-</b>	<b>-</b>	<b>4,523</b>	<b>212,664</b>	<b>5,350,579</b>
<b>Supporting Services</b>													
Management and general	363,160	-	-	12,092	36,254	42,357	28,591	26,457	163,522	161,804	1,357	44,553	880,147
Fundraising	751,731	-	-	136,242	477,579	106,012	37,138	48,849	-	-	2,714	142,426	1,702,691
<b>Total supporting services</b>	<b>1,114,891</b>	<b>-</b>	<b>-</b>	<b>148,334</b>	<b>513,833</b>	<b>148,369</b>	<b>65,729</b>	<b>75,306</b>	<b>163,522</b>	<b>161,804</b>	<b>4,071</b>	<b>186,979</b>	<b>2,582,838</b>
<b>Total Expenses</b>	<b>\$ 3,250,963</b>	<b>\$ 1,070,325</b>	<b>\$ 1,023,542</b>	<b>\$ 524,032</b>	<b>\$ 513,833</b>	<b>\$ 384,004</b>	<b>\$ 233,604</b>	<b>\$ 199,551</b>	<b>\$ 163,522</b>	<b>\$ 161,804</b>	<b>\$ 8,594</b>	<b>\$ 399,643</b>	<b>\$ 7,933,417</b>

*See accompanying independent auditor's report and notes to combined financial statements.*

# Back to God Ministries International

## Combined Statements of Functional Expenses

<i>Year ended June 30, 2018</i>	Salaries and Benefits	Broadcasting	Production	Publications and Printed Materials	Professional Fees and Contracted Services	Travel, Meetings and Staff Development	Occupancy Costs	Information Technology	Finance, Human Resources and Payroll Services	Gift Entry	Depreciation	Miscellaneous	Total
<b>Program Services</b>													
North America	\$ 1,247,740	\$ 44,571	\$ 453,247	\$ 222,546	\$ -	\$ 40,899	\$ 51,812	\$ 76,009	\$ -	\$ -	9,111	\$ 135,442	\$ 2,281,377
International	1,160,788	1,054,331	557,572	154,273	-	169,057	115,218	59,326	-	-	7,985	88,367	3,366,917
<b>Total program services</b>	<b>2,408,528</b>	<b>1,098,902</b>	<b>1,010,819</b>	<b>376,819</b>	<b>-</b>	<b>209,956</b>	<b>167,030</b>	<b>135,335</b>	<b>-</b>	<b>-</b>	<b>17,096</b>	<b>223,809</b>	<b>5,648,294</b>
<b>Supporting Services</b>													
Management and general	365,698	-	-	9,146	61,440	35,894	88,013	33,773	129,702	125,932	2,276	88,264	940,138
Fundraising	692,355	-	-	138,992	439,780	94,338	4,494	32,288	-	-	4,605	156,293	1,563,145
<b>Total supporting Services</b>	<b>1,058,053</b>	<b>-</b>	<b>-</b>	<b>148,138</b>	<b>501,220</b>	<b>130,232</b>	<b>92,507</b>	<b>66,061</b>	<b>129,702</b>	<b>125,932</b>	<b>6,881</b>	<b>244,557</b>	<b>2,503,283</b>
<b>Total Expenses</b>	<b>\$ 3,466,581</b>	<b>\$ 1,098,902</b>	<b>\$ 1,010,819</b>	<b>\$ 524,957</b>	<b>\$ 501,220</b>	<b>\$ 340,188</b>	<b>\$ 259,537</b>	<b>\$ 201,396</b>	<b>\$ 129,702</b>	<b>\$ 125,932</b>	<b>\$ 23,977</b>	<b>\$ 468,366</b>	<b>\$ 8,151,577</b>

*See accompanying independent auditor's report and notes to combined financial statements.*

**Back to God Ministries International**  
**Combined Statements of Changes in Net Assets**

---

	Without Donor Restrictions	With Donor Restrictions	Total
<b>Balance, July 1, 2017</b>	\$ 4,626,176	\$ 1,227,350	\$ 5,853,526
Changes in net assets	1,633,197	(4,829)	1,628,368
Foreign currency translation adjustment	(14,728)	-	(14,728)
<b>Balance, June 30, 2018</b>	6,244,645	1,222,521	7,467,166
Changes in net assets	1,726,502	31,632	1,758,134
Foreign currency translation adjustment	4,340	-	4,340
<b>Balance, June 30, 2019</b>	\$ 7,975,487	\$ 1,254,153	\$ 9,229,640

*See accompanying independent auditor's report  
and notes to combined financial statements.*

# Back to God Ministries International

## Combined Statements of Cash Flows

<i>Year ended June 30,</i>	2019	2018
<b>Cash Flows From (for) Operating Activities</b>		
Changes in net assets	\$ 1,758,134	\$ 1,628,368
Adjustments to reconcile changes in net assets to net cash from operating activities:		
Change in value of annuities payable	(4,965)	4,627
Net change in fair value of investments	(133,950)	(166,227)
Net gain on sale of investments	44	(11)
Increase in cash surrender value of life insurance	(12,124)	(18,956)
Depreciation	8,594	23,977
Gain on sale of property and equipment	-	(807,944)
Changes in assets and liabilities:		
Accounts receivable and other	(731,371)	13,196
Interest receivable	(4,774)	(1,055)
Due to/from Christian Reformed Church in North America, net	14,803	41,914
Accounts payable and accrued liabilities	(42,205)	(14,448)
<b>Net Cash From Operating Activities</b>	<b>852,186</b>	<b>703,441</b>
<b>Cash Flows From (for) Investing Activities</b>		
Purchases of property and equipment	(123,277)	(108,165)
Proceeds from sale of property and equipment	-	1,144,909
Purchases of investments	(1,112,693)	(101,158)
Proceeds from sale of investments	9,924	72,227
Premiums paid for life insurance policies	(11,650)	(11,650)
<b>Net Cash From (for) Investing Activities</b>	<b>(1,237,696)</b>	<b>996,163</b>
<b>Cash Flows From (for) Financing Activities</b>		
Redemption of refundable advances	(13,000)	10,000
Payments on annuities payable	(6,066)	(28,475)
<b>Net Cash for Financing Activities</b>	<b>(19,066)</b>	<b>(18,475)</b>
<b>Effect of Exchange Rates on Cash</b>	<b>471</b>	<b>(18,750)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(404,105)</b>	<b>1,662,379</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>3,584,628</b>	<b>1,922,249</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>\$ 3,180,523</b>	<b>\$ 3,584,628</b>
<b>Supplemental Disclosure of Cash Flow Information</b>		
Cash paid during the year for interest	\$ 23,360	\$ 15,567

*See accompanying independent auditor's report and notes to combined financial statements.*

# Back to God Ministries International

## Notes to Combined Financial Statements

---

### 1. Organization

The combined financial statements include the accounts of Back to God Ministries International (an Illinois nonprofit corporation) and Back to God Ministries International (a Canadian nonprofit corporation) (collectively, the Agency or Agencies). The Agency operates under the direction of the Synod of the Christian Reformed Church in North America (CRCNA) and celebrates its 80<sup>th</sup> anniversary this year. The purpose of the Agency is to proclaim God's Word using electronic media to reframe lives around the world. The Agency engages in appropriate follow-up with those who respond, sharing God's story, discipling believers and strengthening local churches.

The Agency's Program Services are described as follows:

- North America - The Agency uses various forms of media such as radio, the Internet, daily emails, smartphone applications, and printed discipleship and devotional materials throughout North America as ReFrame Media. It offers a suite of programs tailored for specific audiences:
  - Church Juice - A program providing resources for church leaders to intentionally engage their congregations and communities in meaningful ways. It includes free resources to help refine church websites, social media, branding, and marketing.
  - Family Fire - An online community exploring what it means to be Holy Spirit led in families, dating, marriages, parenting, in-law relationships and other topics. A team of therapists, pastors, and writers stoke the Spirit's flame through live retreat events and encouragement on the web, social media and email.
  - Groundwork - A half-hour radio program and podcast to build a biblical foundation for life. CRCNA and Reformed Church in America (RCA) hosts invite listeners into conversation that digs deeply into the substance of God's Word.
  - Kid's Corner - A half-hour kids audio adventure for radio and podcast. Fun stories show kids how they are an important part of God's big story. Kid's Corner includes web-based resources to help parents guide their children as they grow in lifelong relationships with Jesus.
  - Think Christian - An online magazine and podcast where Christians bridge the perceived gap between faith and culture. Thoughtful discussions explore God's sovereignty over culture and what it means to live and think as a Christian.
  - Today - A daily devotional that helps people refresh, refocus, and renew their faith. Today contributors provide reflection and insight, from years of ministry experience, into biblical themes developed over an entire month like a 30-day Bible study. The Today is distributed in print, on the web, as a mobile app, as a two-minute audio version and via daily emails.
- International - Using relevant media to reach specific people groups, the Agency carries out programming internationally in 10 of the major world languages (those with over 100 million speaking the language). Individuals around the world have access to God's Word in their own language every day. Responses have been received from nearly every country.

Each Agency is exempt from income taxes in their respective countries, and contributions are deductible for federal tax purposes.

# Back to God Ministries International

## Notes to Combined Financial Statements

---

### 2. Summary of Significant Accounting Policies

#### *Combined Financial Statements*

The combined financial statements are prepared on the accrual basis of accounting expressed in United States dollars and are prepared in accordance with accounting principles generally accepted in the United States of America (GAAP). All interagency balances, accounts and transactions have been eliminated.

Net assets and changes therein are classified and reported as follows:

- Without donor restrictions - Net assets that are not subject to donor-imposed stipulations. Net assets without donor restrictions are available for use at the discretion of the Council of Delegates (the COD) and/or management for general operating purposes. From time to time, the COD designates a portion of these net assets for specific purposes which makes them unavailable for use at management's discretion. The COD has designated a portion of net assets without donor restrictions as a quasi-term-endowment (an amount to be treated by management as if it were part of the donor restricted term-endowment) for the purpose of securing the Agency's long-term financial viability.

See Note 14 for more information on the composition of net assets without donor restrictions.

- With donor restrictions - Net assets subject to donor-imposed stipulations that may or will be met either by actions of the Agency and/or the passage of time. Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently by the Agency. The donors of these assets have stipulated that the net assets be invested and that any income earned be utilized for purposes. The Agency reports gifts of cash and other assets as revenue with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, the net assets are reclassified as net assets without donor restriction and reported in the consolidated statements of activities as net assets released from restrictions.

See Notes 15 and 16 for more information on the composition of net assets with donor restrictions and the release of restrictions, respectively.

Revenues and contributions are reported as follows:

- Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulations. Expirations of donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets. Contributions received with donor restrictions and expended for the designated purpose in the same year are reflected in net assets without donor restrictions.



# Back to God Ministries International

## Notes to Combined Financial Statements

---

- Contributions are recognized as revenues in the period received. Unconditional promises to give are recognized as revenue in the year the promise is made. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Denominational ministry shares are recommended gifts from churches based on active professing members age 18 and over. Legacy gifts are gifts received through estates and trusts based on donor bequests.

### *Functional Currency*

The functional currency for foreign activities is the applicable local currency. The translation from the applicable foreign currency to United States dollars is performed in accounts of the combined statements of financial position using current exchange rates in effect at June 30, 2019 and 2018, and for revenue and expense accounts using an average exchange rate during the year. Gains or losses resulting from foreign currency translations are included as a separate component of net assets. Gains or losses from foreign currency transactions were not material and are reflected in management and general expenses.

### *Use of Estimates*

The preparation of the combined financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) requires management to make estimates and assumptions that affect amounts reported therein. Due to the inherent uncertainty involved in making estimates, actual results reported in future periods may differ from those estimates.

### *Cash and Cash Equivalents*

Cash and cash equivalents consist of highly liquid financial instruments with original maturities of less than three months when purchased.

### *Concentrations of Credit Risk*

Financial instruments which potentially subject the Agency to concentrations of credit risk consist of cash and cash equivalents. The Agency places its cash and cash equivalents with high credit qualified institutions. At times, the amount of cash and cash equivalents may be in excess of the respective institutions' insurance limits. The Agency has not experienced any losses in such accounts, and management believes the Agency is not exposed to any unusual credit risk on cash and cash equivalents.

### *Investments*

Investments are reported at fair value as determined by quoted market prices.

### *Accounts Receivable, Pledges Receivable and Other*

Accounts receivable are stated at the amount management expects to collect from outstanding balances.

Pledges receivable are stated at the amount management expects to receive from estate gifts they have been notified of by June 30, 2019. The estate gifts are expected to be received within one year and are recorded at their net realizable value.

# Back to God Ministries International

## Notes to Combined Financial Statements

---

### *Property and Equipment*

Property and equipment are carried at cost less accumulated depreciation. Property and equipment purchases of \$1,000 or more are capitalized and depreciated using the straight-line method over the estimated useful lives of the assets which range from 2 to 40 years. For assets sold or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any related gain or loss is reflected in the combined statements of activities.

### *Functional Allocation of Expenses*

There are several methods Back to God Ministries International uses to allocate costs shared among departments. Certain costs incurred have been allocated according to the amount the programs and supporting services benefited from such cost. Allocation values and percentages are reviewed at least annually.

- Payroll expenses are allocated to departments based on a percentage of time staff members spend providing services to those areas.
- Certain costs of providing programs and other activities are spread over various departments based on location headcount.
- At year-end, a cost-sharing allocation is performed between the U.S. and Canada for language ministry program expenses. Program costs are allocated based on a percentage of CRCNA denominational membership in each country. Fundraising and administration costs reside in the country where incurred.

### *Investment Income, Net*

Investment income, net consists of interest, dividends, realized and unrealized gains and losses on investments, the change in the present value of annuities payable, change in cash surrender value of life insurance, and investment expenses.

### *Income Taxes*

Back to God Ministries International (U.S.) is included in the CRCNA's group exemption from income taxes. The Agency is not aware of any material uncertain tax positions.

### *Subsequent Events*

Management has evaluated subsequent events through November 7, 2019, the date the combined financial statements were available to be issued. Based on evaluation, there were no matters identified that had a significant impact on the combined financial statements as presented.

### *Recent Accounting Pronouncement Adopted*

In August 2016, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2016-14, *Not-for-Profit Entities (Topic 958) - Presentation of Financial Statements of Not-for-Profit Entities*. The ASU amends the current reporting model for nonprofit organizations and enhances their required disclosures. The major changes include: (a) requiring the presentation of only two classes of net assets now entitled "net assets without donor restriction" and "net assets

# Back to God Ministries International

## Notes to Combined Financial Statements

---

with donor restrictions,” (b) modifying the presentation of underwater endowment funds and related disclosures, (c) requiring the use of placed in service approach to recognize the expirations of restrictions on gifts used to acquire or construct long-lived assets absent explicit donor stipulations otherwise, (d) requiring that all nonprofits present an analysis of expenses by function and nature in either the statement of activities, a separate statement, or in the notes, and disclose a summary of the allocation methods used to allocate costs, (e) requiring the disclosure of quantitative and qualitative information regarding the liquidity and availability of resources, (f) presenting investment return net of external and direct expenses, and (g) modifying other financial statement reporting requirements and disclosures intended to increase the usefulness of nonprofit financial statements. The adoption of this new standard impacted the presentation of the net asset classes and expanded the footnote disclosures as required. The total net assets and change in net assets were not impacted.

### 3. Liquidity

The Agency’s financial assets available within one year of the statements of financial position date for general expenditures are as follows:

<i>June 30,</i>	2019	2018
Cash and cash equivalents	\$ 3,001,357	\$ 3,380,556
Investments held by CRCNA Funds, LLC	4,296,539	3,118,912
Other investments, without donor restrictions	46,954	44,305
Accounts receivable and other	755,783	24,373
Interest receivable	11,155	6,381
<b>Total financial assets available within one year</b>	<b>8,111,788</b>	<b>6,574,527</b>
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Portion of accounts receivable and other not expected to be received within one year	(50,719)	(18,139)
Amounts unavailable to management without Board approval:		
Board-designated for general operations	(1,941,795)	(1,941,795)
Board-designated for building proceeds	(807,944)	(807,944)
Board-designated for Stewardship Fund	(546,106)	-
<b>Total amounts unavailable to management without Board approval</b>	<b>(3,295,845)</b>	<b>(2,749,739)</b>
<b>Total Financial Assets Available to Management for General Expenditure Within One Year</b>	<b>\$ 4,765,224</b>	<b>\$ 3,806,649</b>

As part of the Agency’s liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

# Back to God Ministries International

## Notes to Combined Financial Statements

---

### 4. Property and Equipment

The Agency is equipping a studio space in its Grand Rapids, Michigan facility that it leases from CRCNA which is estimated to be completed in November 2019 at a cost of approximately \$148,000. Construction in progress costs at June 30, 2019 and 2018 of \$73,000 and \$51,000, respectively, is stated at cost and not depreciated. The incurred cost will be transferred to leasehold improvements upon completion.

Property and equipment consist of the following:

<i>June 30,</i>	Useful Lives (in Years)	2019	2018
Equipment, furniture and fixtures	2 - 10	\$ 384,312	\$ 283,203
Less accumulated depreciation		(235,115)	(226,521)
<b>Net Property and Equipment</b>		<b>\$ 149,197</b>	<b>\$ 56,682</b>

Depreciation expense was \$8,594 and \$23,977 in 2019 and 2018, respectively.

The Agency sold its Palos Heights, Illinois facility and moved its operations to Grand Rapids, Michigan in March 2018. This move provided closer proximity to the partners and agencies with whom it does ministry work. This transaction resulted in a gain of \$807,944 at June 30, 2018. At this point in time, the Agency does not intend to make any changes to its legal structure and will continue to remain incorporated in the State of Illinois.

### 5. Investments

The Agency directs the majority of its investments through CRCNA Funds, LLC (CRCNA Funds), a related party. CRCNA Funds holds investments of participating agencies of the Christian Reformed Church. Participating agencies direct their investments into a money market account, a balanced portfolio and a fixed-income portfolio, and are allocated their share of investment earnings and losses.

#### *Investment Risk*

The Agency invests in various securities including government securities, corporate bonds, equity funds, money market funds and other debt instruments. Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and such changes could materially affect the amounts reported in the combined statements of financial position.

*The remainder of this page intentionally left blank.*

# Back to God Ministries International

## Notes to Combined Financial Statements

---

Investments are summarized as follows:

<i>June 30,</i>	2019	2018
<b>CRCNA Funds, LLC</b>		
Fixed-income portfolio	\$ 335,423	\$ 323,032
Balanced portfolio	3,961,116	2,795,880
<b>Investments Held by CRCNA Funds, LLC</b>	<b>\$ 4,296,539</b>	<b>\$ 3,118,912</b>
<b>Beneficial Interest in Assets Held by Barnabas Foundation</b>	<b>\$ 1,041,878</b>	<b>\$ 975,511</b>
<b>Other Investments</b>		
Investment in International Stewardship Fund	\$ 33,109	\$ 42,938
Common stock	40,954	38,305
Agricultural real estate	6,000	6,000
<b>Total Other Investments</b>	<b>\$ 80,063</b>	<b>\$ 87,243</b>

Investments are carried at fair value. The Agency had investments of \$1,041,878 and \$975,511 at June 30, 2019 and 2018, respectively, held in a beneficial trust at Barnabas Foundation in a donor-established trust that designates the Agency as the primary beneficiary.

Total investment income for the year ended June 30, 2019 and 2018 includes investment and dividend income of approximately \$146,000 and \$90,000, respectively; unrealized gains on investments of approximately \$134,000 and \$166,000, respectively; and other net unrealized investment loss of approximately \$(19,500) and \$(2,000), respectively.

### 6. Fair Value Measurements

In accordance with the FASB standard relating to fair value measurements, the Agency classifies its investments and annuities payable into Level 1, which refers to securities valued using quoted prices from active markets for identical assets; Level 2, which refers to investments and annuities payable not traded on an active market but for which observable market inputs are readily available; and Level 3, which refers to investments valued based on significant unobservable inputs. Assets and liabilities are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

*The remainder of this page intentionally left blank.*

# Back to God Ministries International

## Notes to Combined Financial Statements

The following tables set forth by level within the fair value hierarchy a summary of the Agency's investments and annuities payable measured at fair value on a recurring basis:

<i>June 30, 2019</i>	Fair Value Measurements			
	Level 1	Level 2	Level 3	Total
Investments held by CRCNA Funds, LLC	\$ 3,923,272	\$ 373,267	\$ -	\$ 4,296,539
Beneficial interest in assets held by				
Barnabas Foundation	-	1,041,878	-	1,041,878
Investment in International				
Stewardship Fund	33,109	-	-	33,109
Common stock	40,954	-	-	40,954
Agricultural real estate	-	-	6,000	6,000
<b>Investments, at fair value</b>	<b>\$ 3,997,335</b>	<b>\$ 1,415,145</b>	<b>\$ 6,000</b>	<b>\$ 5,418,480</b>
<b>Annuities Payable</b>	<b>\$ -</b>	<b>\$ 263,212</b>	<b>\$ -</b>	<b>\$ 263,212</b>

<i>June 30, 2018</i>	Fair Value Measurements			
	Level 1	Level 2	Level 3	Total
Investments held by CRCNA Funds, LLC	\$ 2,855,820	\$ 263,092	\$ -	\$ 3,118,912
Beneficial interest in assets held by				
Barnabas Foundation	-	975,511	-	975,511
Investment in International				
Stewardship Fund	42,938	-	-	42,938
Common stock	38,305	-	-	38,305
Agricultural real estate	-	-	6,000	6,000
<b>Investments, at fair value</b>	<b>\$ 2,937,063</b>	<b>\$ 1,238,603</b>	<b>\$ 6,000</b>	<b>\$ 4,181,666</b>
<b>Annuities Payable</b>	<b>\$ -</b>	<b>\$ 274,243</b>	<b>\$ -</b>	<b>\$ 274,243</b>

### 7. Endowments

The Agency's donor restricted endowment consists of a fund established to support Chinese Language Ministry, whereas the Agency's permanently restricted endowment was established to support general funding and daily operations of the Agency. Its endowments consist only of donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds are classified and reported based on the existence or absence of donor-imposed restrictions.

#### *Interpretation of Relevant Law*

The Agency's Board had interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of

# Back to God Ministries International

## Notes to Combined Financial Statements

---

the interpretation, the Agency classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as net assets with donor restrictions, until those amounts are appropriated for expenditure by the Agency in a manner consistent with the standard of prudence prescribed by UPMIFA. In accordance with UPMIFA, the Agency considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund.
- (2) The purpose of the Agency and the donor-restricted endowment fund.
- (3) General economic conditions.
- (4) The possible effect of inflation and deflation.
- (5) The expected total return from income and the appreciation of investments.
- (6) Other resources of the Agency.
- (7) The investment policies of the Agency.

### *Return Objectives and Risk Parameters*

The Agency's endowment is invested through the Barnabas Foundation and CRCNA Funds. The goal of the Barnabas Foundation portfolio is to gain long-term growth with managing risk through investment allocation to a broad diversification of investments. The investment strategy is geared for perpetually reinvested accounts with low to moderate liquidity needs. The weighting of the portfolio is approximately 35% equity-link investments, 20% fixed-income investments, and 45% alternative investments. The portfolio primarily includes cash equivalents, bond, equity and mutual fund investments.

The CRCNA Funds portfolio is invested in both a balanced fund and a fixed-income fund. The investment objective of the balanced fund is a combination of fixed-income and equity securities to offer a higher return potential than the fixed-income fund alone. Investment into this style is assumed to have a relatively long (three to five years) time horizon. It is also assumed that cash flows should be minimal. The asset mix of the balanced fund range between equities and fixed-income, with a minimal amount included in cash equivalents. The investment objective of the fixed-income fund is a short bond style, which is intended to provide enhanced returns to a money market fund while retaining a low-risk profile. In order to control risk, a relatively short (approximately 1.5 to 2 years) duration approach is used. Investment into this style is assumed to be a secondary source of liquidity. The asset mix of the fixed-income fund is mainly fixed-income with 10% or less invested in cash equivalents. The distributions of the restricted funds are based solely on CRCNA Funds' needs of the funds within the stipulated donor restrictions.

The Agency ordinarily will take approximately 5% of the restricted endowment fund to general operations each year if the balance exceeds approximately \$500,000 in accordance with the endowment agreement. In the fiscal years ended June 30, 2019 and 2018, respectively, the Agency transferred \$0 and \$47,300 toward the general operations.

# Back to God Ministries International

## Notes to Combined Financial Statements

---

The Agency has received conditional gifts from donors to make contributions to the Agency, primarily bequests, totaling approximately \$45,000,000. These gifts have not been recorded as of June 30, 2019 and won't be recorded until the set conditions have been met.

In the fiscal year ended June 30, 2019, the Agency had the following changes in the restricted endowments:

	Restricted
Beginning Balance, July 1, 2018	\$ 1,075,280
Donor-restricted gifts	15,000
Investment income, net	51,367
Ending Balance, June 30, 2019	\$ 1,141,647

### *Strategies Employed for Achieving Objectives*

To satisfy its long-term rate-of-return objectives, the Agency relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Agency targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

### **8. Cash Surrender Value of Life Insurance**

Life insurance policies held are valued based on cash surrender value of the policies. Premiums paid and unrealized gains or losses are included in other revenue.

### **9. Annuities Payable**

Donors have transferred assets to the Agency in exchange for the right to receive a predetermined return during their lifetime (an annuity). A portion of the transfer is considered to be a charitable contribution for income tax purposes. Upon receipt of the transfer, the Agency recorded a liability for the annuity payable at the present value of future payments based on life expectancy and the midterm federal rate for U.S. Treasury Bills for the month the contract is written with the same maturity as the average life expectancy of the annuitants. The difference between the liability recognized for the annuity and the amount of the transfer was recognized as unrestricted contribution income at the date of the gift unless the gift portion was restricted. Annuity payments are charged against the liability which, at the end of each fiscal year, is adjusted to the present value of future payments based on life expectancy (utilizing the Internal Revenue Service Life Expectancy Tables for Males and Females) and the interest rate commensurate with the remaining expected term of the contract (4.3% to 10.7% at June 30, 2019). The resulting adjustment is netted against investment income in the combined statements of activities.

### **10. Refundable Advances**

Refundable advances represent assets transferred to the Agency under revocable gift agreements wherein the Agency agrees to pay the donor an amount equal to a designated percentage rate. The donor has the right to revoke the gift at any time. If not previously called by the donor, upon the death of the donor, the principal transfers to the Agency. The designated percentage rates range from 4.0% to 7.0% per annum and are payable either semi-annually or annually.



# Back to God Ministries International

## Notes to Combined Financial Statements

---

### 11. Employee Retirement Plans

The Agency contributes to the CRCNA's Employees' Savings Plan, a defined contribution retirement plan for the benefit of covered non-ordained employees (Non-ordained Plan), and to the Retirement Plan for Ministers of the Christian Reformed Church in the United States (U.S. Ordained Plan), a defined benefit retirement plan for ordained employees. Retirement plan contributions for ordained employees of Back to God Ministries International are made to the Retirement Fund for Ministers of the Christian Reformed Church in Canada (Canada Ordained Plan), a defined benefit retirement plan. The Agency's obligation for the Non-ordained Plan is limited to a matching contribution of up to 4% of eligible wages, with employer discretionary contributions of up to 6% of eligible wages of qualified employees. For the Ordained Plans, all organized churches are required to pay church assessments determined at an amount per professing member age 18 years and older or, if greater, the direct costs of their first or only pastor's participation in the organized church, based on reported membership statistic.

Retirement plan contribution expense for the years ended June 30, 2019 and 2018 amounted to \$141,100 and \$160,300, respectively, for the Non-ordained Plan, and \$42,100 and \$32,100, respectively, for the Ordained Plans.

Separate information with respect to plan assets and accumulated plan benefits for the defined benefit plans is not available. However, for information purposes, the estimated actuarial present value of accumulated plan benefits and plan assets, assuming an 8% interest rate for the Ordained Plans, as of the most recent valuation was \$128,339,559. Net assets available for benefits of the Ordained Plans were \$102,647,712 and \$113,103,224 as of January 1, 2019 and 2018, respectively.

### 12. Transactions With Other Christian Reformed Church Entities

During the years ended June 30, 2019 and 2018, the Agency purchased printing and publication services from CRCNA totaling approximately \$292,000 and \$273,000, respectively, and incurred charges of approximately \$620,000 and \$602,000, respectively, for administrative support and other services. The Agency also incurred charges during the years ended June 30, 2019 and 2018 of approximately \$89,000 and \$64,000, respectively, from the CRCNA for support charges related to the coordinated financial services function, and approximately \$103,000 and \$72,500, respectively, of allocated building occupancy expenses. At June 30, 2019 and 2018, accounts payable to other Christian Reformed Church entities included approximately \$77,000 and \$141,000, respectively.

The Agency manages its cash in conjunction with the CRCNA consolidated cash management system, which holds all funds in a single bank. As part of this process, the CRCNA may borrow funds of participating entities. At June 30, 2019 and 2018, the CRCNA borrowed \$0 from the Agency. The Agency has authorized the use of its funds held in the consolidated cash management system as collateral for borrowings of the Christian Reformed Church in North America, up to a \$1,000,000 limit.

### 13. Beneficial Interest in Assets Held by Barnabas Foundation

The Agency has a beneficial interest in the net assets of the Barnabas Foundation related to trusts that donors have established at the Barnabas Foundation that designates the Agency as the primary beneficiary. This beneficial interest is adjusted annually to reflect the changes in the net assets of these trusts and amounts transferred to the Agency during the reporting period. The total changes

# Back to God Ministries International

## Notes to Combined Financial Statements

in beneficial interest in the net assets of the Barnabas Foundation for the years ended June 30, 2019 and 2018 are summarized as follows:

<i>June 30,</i>	2019	2018
<b>Beginning Balance</b>	\$ 975,511	\$ 950,647
Change in beneficial interest in the net assets of the Barnabas Foundation before contributions	51,367	54,664
Contributions from donors to the beneficial interest	15,000	17,500
Contributions to the Agency	-	(47,300)
<b>Ending Balance</b>	<b>\$ 1,041,878</b>	<b>\$ 975,511</b>

### 14. Net Assets Without Donor Restriction

The Agency's net assets without donor restrictions is comprised of undesignated and Board-designated amounts for the following purposes at:

<i>June 30,</i>	2019	2018
<b>Net Assets Without Donor Restriction</b>		
Undesignated	\$ 4,791,097	\$ 3,610,701
Board-designated:		
General operations	1,941,795	1,941,795
Building proceeds	807,944	807,944
Stewardship	546,106	-
<b>Total Board-designated</b>	<b>3,295,845</b>	<b>2,749,739</b>
Foreign currency translation adjustment	(111,455)	(115,795)
<b>Total Net Assets Without Donor Restrictions</b>	<b>\$ 7,975,487</b>	<b>\$ 6,244,645</b>

- The Board-designated - general operations represents funds received without donor restrictions that the Board has set aside over time for various projects.
- The Board-designated - building proceeds represents funds received without donor restrictions that the Board has set aside from the sale of the former Palos Heights facility. Discussions are ongoing with the BTGMI Subcommittee of the Global Missions Ministry Committee of the COD regarding the setting aside of building sale proceeds for larger capital/new program needs.
- The Board-designated portion of the Stewardship Fund represents funds received without donor restrictions from estate revenue received in excess of budgeted amounts. The purpose is to provide sustainable, ongoing funding for the overall expenses of Back to God Ministries International as well as a source for funding new initiatives. The fund will provide a ten-year use of gifts to ensure budget stability for ministry expenses.

# Back to God Ministries International

## Notes to Combined Financial Statements

### 15. Net Assets With Donor Restrictions

Net assets with donor restrictions are restricted for the following purposes or periods:

<i>June 30,</i>	2019	2018
<b>Net Assets With Donor Restrictions</b>		
The Rev. Isaac Jen Chinese Endowment Fund	\$ 1,034,594	\$ 968,279
The Media Reach Endowment Fund	7,284	7,231
Stewardship Fund - US	79,397	104,304
Stewardship Fund - Canada	33,109	42,938
The Jim Van Drunen Memorial Fund	99,769	99,769
<b>Total Net Assets With Donor Restrictions</b>	<b>\$ 1,254,153</b>	<b>\$ 1,222,521</b>

The various purposes of the above donor-restricted amounts are as follows:

- The Rev. Isaac Jen Chair in Chinese Broadcast Ministry Endowment Fund: A fund for the benefit of Back to God Ministries International for the support and furtherance of the Chinese language ministry.
- The Media Reach Endowment Fund: A fund for the benefit of Back to God Ministries International for the support of: (1) media technology so that Back to God Ministries International can remain on the cutting edge of media technology, and (2) facilities upgrade and maintenance to house the various ministries of Back to God Ministries International around the world.
- Stewardship Fund - US: To provide sustainable, ongoing funding for the overall expenses of Back to God Ministries International as well as a start-up foundation for funding new initiatives. The fund will provide a 10-year use of gifts to ensure budget stability for ministry expenses.
- Stewardship Fund - Canada: This fund has 10% of its original value released annually, designated for language ministry or general expenses.
- The James Michael ("Jim") Van Drunen Memorial Fund: To provide support for the television ministry of Back to God Ministries International.

### 16. Net Assets Released From Donor Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of the passage of time or other events specified by donors. The net assets released from restrictions are as follow:

<i>Year ended June 30,</i>	2019	2018
<b>Net Assets Released From Donor Restriction</b>		
The Rev. Isaac Jen Chinese Endowment Fund US	\$ -	\$ 47,300
Stewardship Fund - US	34,907	33,405
Stewardship Fund - Canada	11,541	11,288
<b>Net Assets Released From Restrictions</b>	<b>\$ 46,448</b>	<b>\$ 91,993</b>

## Supplementary Information

---



## Independent Auditor's Report on Supplementary Information

Our audits of the combined financial statements included in the preceding section of this report were performed for the purpose of forming an opinion on those statements taken as a whole. The supplementary information presented in the following section of this report is presented for purposes of additional analysis and is not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audits of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the combined financial statements taken as a whole.

*BDO USA, LLP*

November 7, 2019

# Back to God Ministries International

## Combining Summary of Financial Position Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars

<i>June 30, 2019</i>	United States \$			Canadian \$
	Combined	United States	Canada	Canada
<b>Assets</b>				
Cash and cash equivalents	\$ 3,180,523	\$ 2,482,396	\$ 698,127	\$ 913,659
Investments held by CRCNA Funds, LLC	4,296,539	4,296,539	-	-
Beneficial interest in assets held by				
Barnabas Foundation	1,041,878	1,041,878	-	-
Other investments	80,063	46,954	33,109	43,330
Cash surrender value of life insurance	533,012	533,012	-	-
Accounts receivable and other	755,783	748,547	7,236	9,471
Interest receivable	11,155	11,155	-	-
Construction in progress	73,043	73,043	-	-
Property and equipment	384,312	384,312	-	-
Less accumulated depreciation	(235,115)	(235,115)	-	-
<b>Total Assets</b>	<b>\$ 10,121,193</b>	<b>\$ 9,382,721</b>	<b>\$ 738,472</b>	<b>\$ 966,460</b>
<b>Liabilities and Net Assets</b>				
<b>Liabilities</b>				
Accounts payable and accrued liabilities	\$ 282,965	\$ 261,176	\$ 21,789	\$ 28,517
Due to Christian Reformed Church in				
North America, net	77,002	58,305	18,697	24,469
Intercompany - Canada (net)	-	159,691	(159,691)	(208,993)
Refundable advances	268,374	221,000	47,374	62,000
Annuities payable	263,212	263,212	-	-
<b>Total Liabilities</b>	<b>891,553</b>	<b>963,384</b>	<b>(71,831)</b>	<b>(94,007)</b>
<b>Net Assets</b>				
Without donor restrictions:				
Undesignated	4,791,097	3,902,448	888,649	1,017,137
Board-designated	3,295,845	3,295,845	-	-
Foreign currency translation adjustment	(111,455)	-	(111,455)	-
<b>Total net assets without donor restrictions</b>	<b>7,975,487</b>	<b>7,198,293</b>	<b>777,194</b>	<b>1,017,137</b>
<b>With donor restrictions</b>	<b>1,254,153</b>	<b>1,221,044</b>	<b>33,109</b>	<b>43,330</b>
<b>Total Net Assets</b>	<b>9,229,640</b>	<b>8,419,337</b>	<b>810,303</b>	<b>1,060,467</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 10,121,193</b>	<b>\$ 9,382,721</b>	<b>\$ 738,472</b>	<b>\$ 966,460</b>

*See accompanying independent auditor's report on supplementary information.*

# Back to God Ministries International

## Combining Summary of Financial Position Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars

<i>June 30, 2018</i>	United States \$			Canadian \$
	Combined	United States	Canada	Canada
<b>Assets</b>				
Cash and cash equivalents	\$ 3,584,628	\$ 2,755,843	\$ 828,785	\$ 1,091,367
Investments held by CRCNA Funds, LLC	3,118,912	3,118,912	-	-
Beneficial interest in assets held by				
Barnabas Foundation	975,511	975,511	-	-
Other investments	87,243	44,305	42,938	56,542
Cash surrender value of life insurance	509,238	509,238	-	-
Due from Christian Reformed Church in				
North America, net	77,320	-	77,320	101,817
Accounts receivable and other	24,373	16,622	7,751	10,207
Intercompany - Canada (net)	-	(136)	136	179
Interest receivable	6,381	6,381	-	-
Construction in progress	50,875	50,875	-	-
Property and equipment	283,203	283,203	-	-
Less accumulated depreciation	(226,521)	(226,521)	-	-
<b>Total Assets</b>	<b>\$ 8,491,163</b>	<b>\$ 7,534,233</b>	<b>\$ 956,930</b>	<b>\$ 1,260,112</b>
<b>Liabilities and Net Assets</b>				
<b>Liabilities</b>				
Accounts payable and accrued liabilities	\$ 325,106	\$ 297,130	\$ 27,976	\$ 36,839
Due to Christian Reformed Church in				
North America, net	141,287	117,356	23,931	31,513
Refundable advances	283,361	234,000	49,361	65,000
Annuities payable	274,243	274,243	-	-
<b>Total Liabilities</b>	<b>1,023,997</b>	<b>922,729</b>	<b>101,268</b>	<b>133,352</b>
<b>Net Assets</b>				
Without donor restrictions:				
Undesignated	3,610,701	2,682,182	928,519	1,070,218
Board-designated	2,749,739	2,749,739	-	-
Foreign currency translation adjustment	(115,795)	-	(115,795)	-
Total net assets without donor restrictions	6,244,645	5,431,921	812,724	1,070,218
With donor restrictions	1,222,521	1,179,583	42,938	56,542
<b>Total Net Assets</b>	<b>7,467,166</b>	<b>6,611,504</b>	<b>855,662</b>	<b>1,126,760</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 8,491,163</b>	<b>\$ 7,534,233</b>	<b>\$ 956,930</b>	<b>\$ 1,260,112</b>

*See accompanying independent auditor's report on supplementary information.*

# Back to God Ministries International

## Combining Summary of Activities Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars

<i>Year ended June 30, 2019</i>	United States \$			Canadian \$
	Combined	United States	Canada	Canada
<b>Revenues and Other Support</b>				
Denominational ministry shares	\$ 2,794,868	\$ 1,994,481	\$ 800,387	\$ 1,065,620
Individual gifts and ministry support	3,259,032	2,245,181	1,013,851	1,349,821
Legacies	3,280,298	3,177,082	103,216	137,420
Investment income, net	260,500	247,989	12,511	16,657
Other	96,853	75,212	21,641	28,812
<b>Total Revenues and Other Support</b>	<b>9,691,551</b>	<b>7,739,945</b>	<b>1,951,606</b>	<b>2,598,330</b>
<b>Expenses</b>				
Program services:				
North America	2,257,041	1,586,517	670,524	892,682
International	3,093,538	2,156,927	936,611	1,247,026
<b>Total program services</b>	<b>5,350,579</b>	<b>3,743,444</b>	<b>1,607,135</b>	<b>2,139,708</b>
Support services:				
Management and general	880,147	753,085	127,062	169,168
Fundraising	1,702,691	1,435,490	267,201	355,747
<b>Total support services</b>	<b>2,582,838</b>	<b>2,188,575</b>	<b>394,263</b>	<b>524,915</b>
<b>Total Expenses</b>	<b>7,933,417</b>	<b>5,932,019</b>	<b>2,001,398</b>	<b>2,664,623</b>
<b>Changes in Net Assets</b>	<b>\$ 1,758,134</b>	<b>\$ 1,807,926</b>	<b>\$ (49,792)</b>	<b>\$ (66,293)</b>

*See accompanying independent auditor's report on supplementary information.*



# Back to God Ministries International

## Combining Summary of Activities Information - United States and Canada in United States Dollars, and Canada in Canadian Dollars

<i>Year ended June 30, 2018</i>	United States \$			Canadian \$
	Combined	United States	Canada	Canada
<b>Revenues and Other Support</b>				
Denominational ministry shares	\$ 2,918,037	\$ 2,064,483	\$ 853,554	\$ 1,090,246
Individual gifts and ministry support	3,521,865	2,408,023	1,113,842	1,422,713
Legacies	2,206,784	1,970,170	236,614	302,228
Gain on sale of property and equipment (Note 4)	807,944	807,944	-	-
Investment income, net	253,878	244,537	9,341	11,931
Other	71,437	51,539	19,898	25,413
<b>Total Revenues and Other Support</b>	<b>9,779,945</b>	<b>7,546,696</b>	<b>2,233,249</b>	<b>2,852,531</b>
<b>Expenses</b>				
Program services:				
North America	2,281,377	1,596,508	684,869	895,534
International	3,366,917	2,356,169	1,010,748	1,270,277
<b>Total program services</b>	<b>5,648,294</b>	<b>3,952,677</b>	<b>1,695,617</b>	<b>2,165,811</b>
Support services:				
Management and general	940,138	806,228	133,910	171,044
Fundraising	1,563,145	1,294,049	269,096	343,717
<b>Total support services</b>	<b>2,503,283</b>	<b>2,100,277</b>	<b>403,006</b>	<b>514,761</b>
<b>Total Expenses</b>	<b>8,151,577</b>	<b>6,052,954</b>	<b>2,098,623</b>	<b>2,680,572</b>
<b>Changes in Net Assets</b>	<b>\$ 1,628,368</b>	<b>\$ 1,493,742</b>	<b>\$ 134,626</b>	<b>\$ 171,959</b>

*See accompanying independent auditor's report on supplementary information.*