

THE CHRISTINA NOBLE FOUNDATION OF AMERICA

New York, New York

FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION

Year Ended December 31, 2016



Certified Public Accountants & Business Advisors

THE CHRISTINA NOBLE FOUNDATION OF AMERICA
New York, New York
Year Ended December 31, 2016

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Independent Auditor's Report

To the Board of Directors
The Christina Noble Foundation of America
New York, New York

We have audited the accompanying financial statements of The Christina Noble Foundation of America (a nonprofit organization), which comprise the Statement of Financial Position as of December 31, 2016, and the related Statement of Activities and Changes in Net Assets, 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 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 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 The Christina Noble Foundation of America as of December 31, 2016, and the changes in its net assets, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses on page 9 is presented for the purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and has been derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the 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 basic financial statements as a whole.

A handwritten signature in cursive script that reads "Sanders, Holloway & Ryan".

SANDERS, HOLLOWAY & RYAN
Certified Public Accountants

August 31, 2017

THE CHRISTINA NOBLE FOUNDATION OF AMERICA
New York, New York
STATEMENT OF FINANCIAL POSITION
December 31, 2016

ASSETS

	2016
<u>CURRENT ASSETS</u>	
Cash and Cash Equivalents	\$ 25,738
Inventory -Donated Artwork AFS	2,480
Total Current Assets	28,218
 <u>TOTAL ASSETS</u>	 \$ 28,218

LIABILITIES AND NET ASSETS

<u>CURRENT LIABILITIES</u>	
Salaries Payable	\$ 3,335
Program Services Payable	13,959
Supporting Services Payable	9,125
Total Current Liabilities	26,419
 Total Liabilities	 26,419
 <u>NET ASSETS</u>	
Unrestricted Net Assets	1,799
Temporarily Restricted Net Assets	-
Permanently Restricted Net Assets	-
Total Net Assets	1,799
 <u>TOTAL LIABILITIES AND NET ASSETS</u>	 \$ 28,218

Read the Accompanying Notes. They are an Integral
Part of the Financial Statements.

THE CHRISTINA NOBLE FOUNDATION OF AMERICA
New York, New York
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
Year Ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<u>SUPPORT AND REVENUE</u>				
Contributions:				
Contributions	\$ 54,979	\$ -	\$ -	\$ 54,979
Contributions - Karakin	227,000	-	-	227,000
Contributions - Argon Masking	20,000	-	-	20,000
Contributions - Noble Americas	10,000	-	-	10,000
Contributions - Stripe	4,103	-	-	4,103
Contributions - In-Kind Goods and Services	22,776	-	-	22,776
Total Contributions	<u>338,858</u>	<u>-</u>	<u>-</u>	<u>338,858</u>
 Total Support and Revenue	 <u>338,858</u>	 <u>-</u>	 <u>-</u>	 <u>338,858</u>
 <u>EXPENSES</u>				
Program Services	279,608	-	-	279,608
Supporting Services	64,777	-	-	64,777
Total Expenses	<u>344,385</u>	<u>-</u>	<u>-</u>	<u>344,385</u>
 <u>CHANGE IN NET ASSETS, UNRESTRICTED</u>	 (5,527)	 -	 -	 (5,527)
 <u>NET ASSETS, BEGINNING</u>	 <u>7,326</u>	 <u>-</u>	 <u>-</u>	 <u>7,326</u>
 <u>NET ASSETS, ENDING</u>	 <u>\$ 1,799</u>	 <u>\$ -</u>	 <u>\$ -</u>	 <u>\$ 1,799</u>

Read the Accompanying Notes. They are an Integral
Part of the Financial Statements.

THE CHRISTINA NOBLE FOUNDATION OF AMERICA
New York, New York
STATEMENT OF CASH FLOWS
Year Ended December 31, 2016

	2016
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	
Change in Net Assets (Page 4)	\$ (5,527)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by Operating Activities:	
(Increase)/Decrease in Inventory	(2,480)
Increase/(Decrease) in Accounts Payable and Accrued Expenses	(12,662)
Net Cash Provided by Operating Activities	(20,669)
 <u>NET CHANGE IN CASH AND CASH EQUIVALENTS</u>	 (20,669)
 <u>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</u>	 46,407
 <u>CASH AND CASH EQUIVALENTS AT END OF YEAR</u>	 \$ 25,738
 <u>SUPPLEMENTAL DISCLOSURES:</u>	
Income Taxes Paid	\$ -
Interest Paid	\$ -

Read the Accompanying Notes. They are an Integral
Part of the Financial Statements.

THE CHRISTINA NOBLE FOUNDATION OF AMERICA
New York, New York
NOTES TO FINANCIAL STATEMENTS
December 31, 2016

NOTE 1 - DESCRIPTION OF PROGRAM AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Christina Noble Foundation of America (“The Foundation”) is a California non-profit charitable organization founded in 1992. The Foundation is dedicated to the relief of poverty and sickness and to the advancement of education worldwide. The Foundation supports the work of the Centre of Social Assistance for Disadvantaged Children in Vietnam, and Blue Skies Ger Village in Mongolia.

Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards FASB ASC 958, “Financial Statements for Not-for-Profit Organizations.” Under FASB ASC 958, the Foundation 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. Accordingly, net assets of the Foundation and changes therein are classified and reported as follows:

1. *Unrestricted net assets* – Net assets that are not subject to donor-imposed stipulations.
2. *Temporarily restricted net assets* – Net assets that are available for use, but expendable only for those purposes specified by the donor.
3. *Permanently restricted net assets* – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation.

Cash and Cash Equivalents

For the purposes of the Statement of Cash Flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

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.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - DESCRIPTION OF PROGRAM AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

The Foundation accounts for contributions in accordance with Statement of Financial Accounting Standards FASB ASC 958, Accounting for Contributions Received and Contributions Made. In accordance with FASB ASC 958, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions. Contributions are recorded at fair value. All donor-restricted support is reported as an increase in temporarily restricted net assets. When a stipulated time restriction ends or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions. Temporarily restricted contributions that are received and expended within the same fiscal year are reported as unrestricted resources.

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 are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Income Taxes

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, except on net income derived from unrelated business activities. The Foundation is treated as a publicly supported organization, and not a private foundation.

Management is not aware of any activities that would jeopardize their tax-exempt status, and believes it has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements as of and for the year ended December 31, 2016.

In-kind Contributions

Donated facilities, goods, and services are recorded at estimated fair market value at the date of donation. Donated services are recognized in the financial statements at estimated fair market value if services require specialized skills and would typically need to be purchased if not donated.

Functional Allocation of Expenses

The costs of providing the Foundation's various programs and supporting services have been summarized on a functional basis in the Statement of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE 2 - CONCENTRATION OF CREDIT RISK

The Foundation maintains its cash accounts in a commercial bank. Accounts are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 for each bank, and each separate bank account used by the depository bank. The Foundation was fully covered by the FDIC insurance for all monies deposited during the fiscal year ended December 31, 2016.

NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 3 - DONATED SERVICES AND ASSETS

The Foundation reflected no amounts in the financial statements for donated volunteer services – no objective basis is available to measure the value of such services; however, a substantial number of volunteers have donated significant amounts of time to the Foundation’s program services.

For the year ended December 31, 2016, the Foundation received \$22,776 in facilities, goods, and services related to facilities rental, food, decorations, and setup costs for the Foundation’s Denver art auction, and graphic design and editing services for the Foundation’s annual report.

NOTE 4 - CONCENTRATION OF REVENUE

The Foundation receives a significant portion of its funding from private grants. Grants from the Karakin Foundation comprised approximately 67% of total revenues for the fiscal year ending December 31, 2016. A reduction in the current funding would affect the Foundation’s ability to carry out its programs, activities, and objectives.

NOTE 5 - EVALUATION OF SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through August 31, 2017, the date which the financial statements were available to be issued.

Supplementary Information

The Christina Noble Foundation of America
 New York, New York
 Statement of Functional Expenses
December 31, 2016

	Program Services	Supporting Services	Total
<u>Expenses</u>			
Donations and Grants	\$ 273,024	\$ -	\$ 273,024
General and Administrative	-	9,883	9,883
Salaries	-	40,019	40,019
In-Kind Expenses	5,421	14,875	20,296
Travel	1,163	-	1,163
	\$ 279,608	\$ 64,777	\$ 344,385

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 Part of the Financial Statements.