ENDPOVERTY.ORG

Financial Statements
With Independent Auditors' Report

December 31, 2015 and 2014

CAPINCROUSE LLP

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CAPINCROUSE LLP

INDEPENDENT AUDITORS' REPORT

Board of Directors
endPoverty.org
Fairfax, Virginia

We have audited the accompanying financial statements of endPoverty.org, which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities, functional expenses and cash flows for the years 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.

Auditors' 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 audits 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 endPoverty.org as of December 31, 2015 and 2014, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Capin Crouse LLP

Wheaton, Illinois
April 11, 2016

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Statements of Financial Position

	December 31, 2015	December 31, 2014
ASSETS:		
Cash and cash equivalents	$ 74,460	$ 147,405
Total Assets	$ 74,460	$ 147,405
LIABILITIES AND NET ASSETS:		
Liabilities:		
Accounts payable and accrued expenses	$ 3,531	$ -
Net assets:		
Unrestricted:		
Board restricted for operations	39,556	60,000
Available at Board discretion	-	6,660
	39,556	66,660
Temporarily restricted	31,373	80,745
Total net assets	70,929	147,405
Total Liabilities and Net Assets	$ 74,460	$ 147,405

See notes to financial statements

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Statements of Activities

	Year Ended December 31,					
	2015			2014		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE:						
Contributions and grants	$ 234,043	$ 123,995	$ 358,038	$ 310,270	$ 168,840	$ 479,110
Gifts in kind	70,507	-	70,507	47,506	-	47,506
Other income (loss)	3,441	-	3,441	(161)	-	(161)
	307,991	123,995	431,986	357,615	168,840	526,455
RECLASSIFICATION:						
Satisfaction of purpose restrictions	173,367	(173,367)	-	142,428	(142,428)	-
	481,358	(49,372)	431,986	500,043	26,412	526,455
EXPENSES:						
Program services:						
International programs	295,780	-	295,780	322,447	-	322,447
Education and public information	70,507	-	70,507	49,036	-	49,036
Total program services	366,287	-	366,287	371,483	-	371,483
Supporting activities:						
General and administrative	117,648	-	117,648	114,356	-	114,356
Fund-raising	24,527	-	24,527	29,176	-	29,176
Total supporting activities	142,175	-	142,175	143,532	-	143,532
	508,462	-	508,462	515,015	-	515,015
Change in Net Assets	(27,104)	(49,372)	(76,476)	(14,972)	26,412	11,440
Net Assets, Beginning of Year	66,660	80,745	147,405	81,632	54,333	135,965
Net Assets, End of Year	$ 39,556	$ 31,373	$ 70,929	$ 66,660	$ 80,745	$ 147,405

See notes to financial statements

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Statement of Functional Expenses

	Year Ended December 31, 2015						
	Program Services			Supporting Activities			
	International Programs	Education and Public Information	Total Program Services	General and Administrative	Fund-raising	Total Supporting Activities	Total
Grant expenditures	$ 171,375	$ -	$ 171,375	$ -	$ -	$ -	$ 171,375
Other expenses:							
Conferences	829	-	829	3,592	-	3,592	4,421
Donated services	-	70,507	70,507	-	-	-	70,507
Dues and subscriptions	-	-	-	750	-	750	750
Education and training	18	-	18	498	550	1,048	1,066
Equipment expenses	-	-	-	95	-	95	95
Insurance	-	-	-	2,832	81	2,913	2,913
Miscellaneous	-	-	-	624	-	624	624
Postage and shipping	60	-	60	1,446	49	1,495	1,555
Printing and publication	-	-	-	2,388	151	2,539	2,539
Professional services	36,000	-	36,000	35,830	6,900	42,730	78,730
Rent	-	-	-	12,437	3,325	15,762	15,762
Salary and benefits	56,219	-	56,219	33,596	13,433	47,029	103,248
Supplies	673	-	673	690	-	690	1,363
Bank/broker fees	-	-	-	7,299	-	7,299	7,299
Information technology	-	-	-	5,763	-	5,763	5,763
Telephone	70	-	70	3,355	-	3,355	3,425
Travel	30,536	-	30,536	6,453	38	6,491	37,027
Total other expenses	124,405	70,507	194,912	117,648	24,527	142,175	337,087
Total expenses	$ 295,780	$ 70,507	$ 366,287	$ 117,648	$ 24,527	$ 142,175	$ 508,462

See notes to financial statements

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Statement of Functional Expenses

	Year Ended December 31, 2014						
	Program Services			Supporting Activities			
	International Programs	Education and Public Information	Total Program Services	General and Administrative	Fund-raising	Total Supporting Activities	Total
Grant expenditures	$ 187,000	$ -	$ 187,000	$ -	$ -	$ -	$ 187,000
Other expenses:							
Donated services	-	47,506	47,506	-	-	-	47,506
Dues and subscriptions	151	-	151	725	-	725	876
Education and training	200	-	200	-	-	-	200
Equipment expenses	1,727	-	1,727	14,170	436	14,606	16,333
Insurance	-	-	-	3,176	133	3,309	3,309
Miscellaneous	801	-	801	152	-	152	953
Postage and shipping	75	-	75	1,632	704	2,336	2,411
Printing and publication	19	-	19	-	550	550	569
Professional services	36,000	-	36,000	30,172	6,970	37,142	73,142
Rent	-	-	-	14,854	4,437	19,291	19,291
Salary and benefits	56,125	-	56,125	33,777	13,492	47,269	103,394
Supplies	239	-	239	408	-	408	647
Bank/broker fees	12	-	12	8,567	-	8,567	8,579
Information technology	224	-	224	-	-	-	224
Telephone	59	-	59	488	-	488	547
Travel	39,815	1,530	41,345	6,235	2,454	8,689	50,034
Total other expenses	135,447	49,036	184,483	114,356	29,176	143,532	328,015
Total expenses	$ 322,447	$ 49,036	$ 371,483	$ 114,356	$ 29,176	$ 143,532	$ 515,015

See notes to financial statements

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Statements of Cash Flows

	Year Ended December 31,	
	2015	2014
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from contributors and grantors	$ 358,038	$ 479,110
Cash paid to suppliers, employees and grant recipients	(434,424)	(472,222)
Cash received from other income	3,441	-
Net Cash (Used) Provided by Operating Activities	(72,945)	6,888
Net Change in Cash and Cash Equivalents	(72,945)	6,888
Cash and Cash Equivalents, Beginning of Year	147,405	140,517
Cash and Cash Equivalents, End of Year	$ 74,460	$ 147,405
RECONCILIATION OF CHANGE IN NET ASSETS TO NET CASH (USED) PROVIDED BY OPERATING ACTIVITIES:		
Change in net assets	$ (76,476)	$ 11,440
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities:		
Change in:		
Other assets	-	1,372
Accounts payable and accrued expenses	3,531	(5,924)
Net Cash (Used) Provided by Operating Activities	$ (72,945)	$ 6,888

See notes to financial statements

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Notes to Financial Statements
December 31, 2015 and 2014

1. NATURE OF ORGANIZATION:
EndPoverty.org (endPoverty), a District of Columbia corporation formed in 1985, provides grants and micro-economic training to partner agencies in developing countries and the United States of America. The agencies provide business training and small loans to unemployed and underemployed people, enabling them to become productive, self-supporting citizens through business ownership. Repayments of these loans provide funds to make additional loans. EndPoverty's primary source of support and revenue is contributions and grants from individuals, churches and other organizations.

EndPoverty is operated as a nonprofit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code ("the Code"), and is not a private foundation under Section 509(a)(2) of the Code. Contributions to endPoverty are tax deductible within the limitations prescribed by the Code.

2. SIGNIFICANT ACCOUNTING POLICIES:
The financial statements have been prepared on the accrual basis of accounting. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts and disclosures. Actual amounts could differ from these estimates. The significant accounting policies followed are described below.

CASH AND CASH EQUIVALENTS
Cash and cash equivalents include checking, money market accounts and investments with original maturities of three months or less. These accounts may from time to time exceed federally insured limits; however, endPoverty has not experienced any loss on these accounts and does not believe it is exposed to any significant risk.

FURNITURE AND EQUIPMENT
Expenditures for furniture and equipment in excess of $500 are capitalized at cost, or if donated, at the fair value on the date of the gift. Depreciation of furniture and equipment is computed on the straight-line method over their estimated useful lives of three to seven years. EndPoverty's remaining assets were fully depreciated and disposed of in 2014 and no new assets have been added.

CLASSES OF NET ASSETS
The financial statements report amounts separately by classes of net assets:

Unrestricted net assets are those currently available for ministry purposes under the direction of the Board of Directors and those designated by the Board for a specific use.

Temporarily restricted net assets are those contributed with donor stipulations for specific operating purposes or programs. They are not currently available for use in endPoverty's ministries until commitments regarding their use have been fulfilled. When a purpose restriction is satisfied, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as satisfaction of purpose restrictions.

2. SIGNIFICANT ACCOUNTING POLICIES, continued:

REVENUES AND EXPENSES
Contributions are recognized when they are received or ownership is transferred. Grants of cash or other assets are reported as restricted support if they are received with donor or foundation stipulations that limit the use of the donated amounts. During 2015, three donors gave approximately 50% of total cash contributions. During 2014, the same three donors gave approximately 55% of total cash contributions.

Expenses are recorded when costs are incurred.

International program costs are incurred to provide support for international, indigenous partner organizations to fund micro-loans.

Education and public information costs are incurred to educate endPoverty's constituencies and general public on the role of micro enterprise economic development and the loan implementing agencies' activity.

DONATED SERVICES
Donated services are recognized as contributions if the services (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by endPoverty. Volunteers also provided other services throughout the year that were not recognized as contributions in the financial statements because the recognition criteria were not met.

ALLOCATION OF EXPENSES
The costs of providing the various program services and supporting activities have been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

UNCERTAIN TAX POSITIONS
The financial statement effects of a tax position taken or expected to be taken are recognized in the financial statements when it is more likely than not, based on the technical merits, that the position will be sustained upon examination. Interest and penalties, if any, are included in expenses in the statements of activities. As of December 31, 2015, endPoverty had no uncertain tax positions that qualify for recognition or disclosure in the financial statements. EndPoverty files information tax returns in the U.S. and various states. EndPoverty is generally no longer subject to U.S. federal and state income tax examinations by tax authorities for years before 2012.

3. TEMPORARILY RESTRICTED NET ASSETS:
Temporarily restricted net assets are available for the following purposes:

	2015	2014
International programs	$ 31,373	$ 80,745

Satisfaction of purpose restrictions are as follows:

	2015	2014
International programs	$ 173,367	$ 142,428

4. OPERATING LEASES:
EndPoverty leased office space in Fairfax, Virginia for $1,100 per month. The lease ended in September 2015 and was renewed through September 2018. Total lease expense was $15,762 and $19,000 during the years ended December 31, 2015 and 2014, respectively. Future minimum lease payments as of December 31, 2015 are:

Year Ending December 31,:	
2016	$ 13,698
2017	14,109
2018	10,818
	$ 38,625

5. RETIREMENT BENEFITS:
EndPoverty has a Salary Deferral Plan in accordance with Section 403(b)(7) of the Internal Revenue Code (Code) whereby employees may elect to defer up to 100% of their annual salary up to maximum amounts prescribed by the Code. The plan allows for employer contributions for each current, full-time employee who has completed six months of employment. However, these contributions were discontinued in 2012 and have not resumed.

6. SUBSEQUENT EVENTS:
Subsequent events have been evaluated through the report date, which represents the date the financial statements were available to be issued. Subsequent events after that date have not been evaluated.