



**SAMUEL OMOGO
FOUNDATION**

FINANCIAL STATEMENTS

With Independent Auditors' Report

December 31, 2023 and 2022

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SAMUEL OMOGO FOUNDATION

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Samuel Omogo Foundation
Wyoming, MI

OPINION

We have audited the financial statements of Samuel Omogo Foundation, comprising the statements of financial position as of December 31, 2023 and 2022, the related statements of activities, functional expenses and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Samuel Omogo Foundation as of December 31, 2023 and 2022 and the 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.

BASIS FOR OPINION

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Samuel Omogo Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

RESPONSIBILITIES OF MANAGEMENT FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Samuel Omogo Foundation's ability to continue as a going concern for one year after the date that the financial statements are issued.

AUDITOR'S RESPONSIBILITIES FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

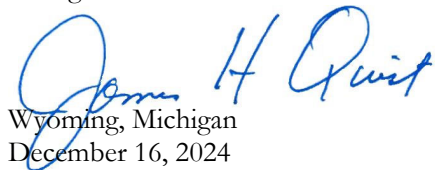
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

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INDEPENDENT AUDITORS' REPORT, continued

- Obtain an understanding of internal control relevant to the audit 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 Samuel Omogo Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Samuel Omogo Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings and certain internal control-related matters that we identified during the audit.



Wyoming, Michigan
December 16, 2024

SAMUEL OMOGO FOUNDATION

Statements of Financial Position

	December 31,	
	2023	2022
ASSETS		
Cash	\$ 165,866	\$ 172,681
Contributions receivable	333,407	492,166
	<u>499,273</u>	<u>664,847</u>
Property and equipment		
Land	168,000	168,000
Land improvements	280,000	280,000
Vehicle	25,031	25,031
Construction in progress	914,000	404,000
Less: accumulated depreciation	(25,031)	(25,031)
	<u>1,362,000</u>	<u>852,000</u>
Total Assets	<u>1,861,273</u>	<u>1,516,847</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 199,868	\$ 178,835
Loan payable	204,966	-
Total Liabilities	<u>404,834</u>	<u>178,835</u>
Net Assets		
Without donor restrictions	(746,623)	(416,444)
Net investment in property and equipment	1,157,034	852,000
	410,411	435,556
With donor restrictions	1,046,028	902,456
Total Net Assets	<u>1,456,439</u>	<u>1,338,012</u>
Total Liabilities and Net Assets	<u>\$ 1,861,273</u>	<u>\$ 1,516,847</u>

See accompanying notes and independent auditors' report

SAMUEL OMOGO FOUNDATION

Statements of Activities

	Years Ended December 31,					
	2023			2022		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions	\$ 321,955	\$ 159,272	\$ 481,227	\$ 307,071	\$ 899,282	\$ 1,206,353
In-kind contributions	989	-	989	4,362	-	4,362
Fund-raising events	4,719	-	4,719	31,258	-	31,258
Total Support and Revenue	327,663	159,272	486,935	342,691	899,282	1,241,973
RECLASSIFICATIONS						
Net assets released for satisfaction of purpose restrictions	15,700	(15,700)	-	6,253	(6,253)	-
EXPENSES						
Program	340,532	-	340,532	331,936	-	331,936
Management and general	18,132	-	18,132	12,463	-	12,463
Fund-raising	9,844	-	9,844	9,082	-	9,082
Total Expenses	368,508	-	368,508	353,481	-	353,481
Change in Net Assets	(25,145)	143,572	118,427	(4,537)	893,029	888,492
Net Assets, Beginning of Year	435,556	902,456	1,338,012	440,093	9,427	449,520
Net Assets, End of Year	\$ 410,411	\$ 1,046,028	\$ 1,456,439	\$ 435,556	\$ 902,456	\$ 1,338,012

See accompanying notes and independent auditors' report

SAMUEL OMOGO FOUNDATION

Statements of Functional Expenses

Years Ended December 31,									
2023					2022				
	Program	Management and General	Fund-raising	Totals		Program	Management and General	Fund-raising	Totals
Well assessment, installation and maintenance	\$ 312,341	\$ -	\$ -	\$ 312,341		\$ 317,320	\$ -	\$ -	\$ 317,320
Rice	700	-	-	700		500	-	-	500
Professional fees - accounting	-	12,340	-	12,340		-	9,725	-	9,725
Advertising and promotion	829	-	-	829		955	-	-	955
Office	6,806	4,228	250	11,284		2,289	2,738	-	5,027
Information technology	-	50	-	50		-	-	-	-
Travel	3,713	1,514	1,513	6,740		4,534	-	-	4,534
Interest	14,966	-	-	14,966		-	-	-	-
Depreciation	-	-	-	-		5,006	-	-	5,006
Submission day	1,177	-	-	1,177		1,332	-	-	1,332
Golf outing	-	-	5,081	5,081		-	-	9,082	9,082
Banquet	-	-	3,000	3,000		-	-	-	-
Total Expenses	<u>\$ 340,532</u>	<u>\$ 18,132</u>	<u>\$ 9,844</u>	<u>\$ 368,508</u>		<u>\$ 331,936</u>	<u>\$ 12,463</u>	<u>\$ 9,082</u>	<u>\$ 353,481</u>

See accompanying notes and independent auditors' report

SAMUEL OMOGO FOUNDATION

Statements of Cash Flows

	Years Ended December 31,	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 118,427	\$ 888,492
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Contributions for long-term purposes	(124,231)	(407,117)
Depreciation	-	5,006
Change in:		
Contribution receivable	158,759	(485,912)
Accounts payable	21,033	164,725
Net Cash Provided by Operating Activities	<u>173,988</u>	<u>165,194</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Contributions for long-term purposes	124,231	407,117
Purchases of property and equipment	(510,000)	(404,000)
Net Cash (Used) Provided By Investing Activities	<u>(385,769)</u>	<u>3,117</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from bank loan payable	400,000	-
Principal payments on bank loan payable	(195,034)	-
Net Cash Provided by Financing Activities	<u>204,966</u>	<u>-</u>
Change in Cash	(6,815)	168,311
Cash, Beginning of Year	<u>172,681</u>	<u>4,370</u>
Cash, End of Year	<u>\$ 165,866</u>	<u>\$ 172,681</u>
SUPPLEMENTAL INFORMATION		
Cash paid for interest	<u>\$ 14,966</u>	<u>\$ -</u>

See accompanying notes and independent auditors' report

SAMUEL OMOGO FOUNDATION

Notes to Financial Statements

December 31, 2023 and 2022

1. NATURE OF ORGANIZATION

Many men, women and children in Nigeria live in small villages without access to clean water, a life-giving necessity. Serious water-borne diseases (e.g., cholera, typhoid) and water-washed diseases (e.g., trachoma) are responsible for the greatest proportion of the direct-effect water and sanitation-related disease burden. The daily routine of a village child includes waking up at 4 a.m. and walking miles to gather water from contaminated creeks and river beds. This water is then carried miles back to the home where it is used for drinking and in cooking. The Samuel Omogo Foundation (SOF) was created in 2012 to foster the responsible development of clean water sources for villages of Ebonyi, a state in southeastern Nigeria. The goal is to create a life-changing state by providing clean water through the construction of wells in small villages in southeastern Nigeria.

SOF was established under the laws of the state of Michigan to operate as a charitable organization within the meaning of section 501(c)(3) of the United States Internal Revenue Code (code). It is exempt from federal and state income taxes, and contributions by the public are deductible within the limitations prescribed by the code. The organization has been classified as a public organization that is not a private foundation under section 509(a)(1) of the code.

SOF's primary revenues are by contributions.

2. SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The financial statements have been prepared using the accrual basis of accounting. The preparation of financial statements in accordance with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates. The more significant accounting policies are summarized below.

CASH

Cash includes checking accounts in the U.S. and Nigeria. While balances in these accounts may at times exceed their respective federally insured limits, SOF has not experienced any losses in these accounts and management believes it is not exposed to any significant credit risk on these accounts. SOF holds U.S. denominated bank accounts in Nigeria, the balances of which totaled \$145,202 and \$165,183 at December 31, 2023 and 2022, respectively.

CONTRIBUTIONS RECEIVABLE

Unconditional promises to give are recognized as income when made and reported at fair value based upon estimated future cash flows. Unconditional promises to give expected to be collected within one year are reported at net realizable value because the present value of estimated cash flows approximates net realizable value. Unconditional promises to give expected to be collected in future years are reported 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 expected to be received. These discount rates are based on yields of U.S. treasury bills corresponding to the timing of the anticipated receipt of contributions receivable. Amortization of the discount is included in contributions revenue in the statements of activities. Management believes all contributions receivable balances are fully collectible at December 31, 2023 and 2022; there is, therefore, no allowance for credit losses from promises to give.

SAMUEL OMOGO FOUNDATION

Notes to Financial Statements

December 31, 2023 and 2022

2. SIGNIFICANT ACCOUNTING POLICIES, continued

PROPERTY AND EQUIPMENT

Expenditures for property and equipment in excess of \$2,500 are capitalized at cost when purchased. Donated items are reported at their estimated fair market values as of the dates the gifts were received. Depreciation is reported using the straight-line method over the estimated useful lives of the assets. Depreciation expense was \$-0- and \$5,006 for the years ended December 31, 2023 and 2022, respectively.

NET ASSETS

Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor-imposed restrictions. Accordingly, net assets and changes in net assets therein are classified as reported as follows:

NET ASSETS WITHOUT DONOR RESTRICTIONS are net assets available for use in general operations and not subject to donor or certain grantor-imposed restrictions. The governing board has not designated any net assets without donor restrictions for specific purposes.

NET ASSETS WITH DONOR RESTRICTIONS are net assets subject to donor or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates the resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource for which the resource was restricted has been fulfilled or both.

SUPPORT AND REVENUE

Contributions are recognized when cash, securities or other assets, an unconditional promise to give or notification of a beneficial interest is received. Conditional promises to give are not recognized until the conditions on which they depend have been substantially met.

Contributions of assets other than cash and services are reported at their estimated fair value. SOF reports donations of property and equipment as contributions without donor restriction unless the donor has restricted the donated asset to a specific purpose. Property and equipment donated with restrictions regarding their use and contributions of cash to acquire property are reported as contributions with donor restrictions.

All other revenues are recorded when earned.

GIFTS IN KIND

Donated goods and services are reflected as contributions at their estimated fair value on the date of donation. SOF reports donations of property and equipment as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Property and equipment donated with restrictions regarding their use and contributions of cash to acquire property are reported as restricted support. Absent any donor stipulations, these restrictions expire when the asset is acquired and placed in service, at which time a reclassification is made from temporarily restricted net assets to unrestricted net assets. In-kind contributions are not monetized.

During the years ended December 31, 2023 and 2022, SOF received donated goods with an estimated value of \$989 and \$4,362, respectively. Items received during the year ended December 31, 2023 included postage stamps and printing services. Items received during the year ended December 31, 2022 were distributed as gifts and prizes to attendees of the golf outing.

SAMUEL OMOGO FOUNDATION

Notes to Financial Statements

December 31, 2023 and 2022

2. SIGNIFICANT ACCOUNTING POLICIES, continued

FUNCTIONAL ALLOCATION OF EXPENSES

Expenses are reported when incurred, that is, when the purchased goods or services have been received.

The costs of program, management and fund-raising activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the program, management and fund-raising activities benefitting from those expenditures.

Certain categories of expenses are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include amounts paid for promotional and office expenses, which are allocated based on the guidelines defining the nature of program, management and fund-raising expenses.

LIQUIDITY AND AVAILABILITY

SOF has financial assets available within one year of the statement of financial position date to meet cash needs for general expenditure as detailed below.

	December 31,	
	2023	2022
Cash	\$ 165,866	\$ 172,681
Contribution receivable	175,000	175,000
Less: net assets with donor restrictions	(1,046,028)	(902,456)
	<u>\$ (705,162)</u>	<u>\$ (554,775)</u>

SOF maintains bank checking accounts for liquidity management.

SAMUEL OMOGO FOUNDATION

Notes to Financial Statements

December 31, 2023 and 2022

3. CONTRIBUTIONS RECEIVABLE

Contributions receivable at December 31, 2023 and 2022 consist of promises to give from seven individuals and foundations and five foundations, respectively. See Note 2 for a description of the accounting policies for contributions receivable. Promises to give are expected to be collected as follows:

	December 31,	
	2023	2022
Amounts due in:		
Less than one year	\$ 175,000	\$ 175,000
One year to five years	175,000	350,000
	<u>350,000</u>	<u>525,000</u>
Less: discount to net present value	<u>(16,593)</u>	<u>(32,834)</u>
Estimated future cash flows from contributions receivable	<u>\$ 333,407</u>	<u>\$ 492,166</u>

4. LOAN PAYABLE

Loan payable consists of a \$400,000 bank term loan dated June 30, 2023 with a variable interest rate, requiring three principal payments as shown below plus accrued interest, secured by the contribution receivable. The interest rate is determined using the 1-month CME Group Term Secured Overnight Financing Rate plus 2.25 percent, which equates to approximately 7.6 percent per annum at December 31, 2023. Principal payments per the loan agreement are as follows:

Date	
January 2, 2024	\$ 133,333
January 2, 2025	133,333
January 2, 2026	<u>133,334</u>
	<u>\$ 400,000</u>

Because SOF submitted principal payments totaling \$195,034 during the year ended December 31, 2023, the balance of the loan at December 31, 2023 is \$204,966.

SAMUEL OMOGO FOUNDATION

Notes to Financial Statements

December 31, 2023 and 2022

5. NET ASSETS WITH DONOR RESTRICTIONS

Changes in and year-end balances of net assets with donor restrictions are as follows:

	December 31, 2021	Contributions	From Restriction	December 31, 2022
Capital campaign	\$ 3,174	\$ 899,282	\$ -	\$ 902,456
Estate gift - time restricted	6,253	-	6,253	-
	<u>\$ 9,427</u>	<u>\$ 899,282</u>	<u>\$ 6,253</u>	<u>\$ 902,456</u>

	December 31, 2022	Contributions	Released From Restriction	December 31, 2023
Capital campaign	\$ 902,456	\$ 144,572	\$ 1,000	\$ 1,046,028
Loan interest	-	14,000	14,000	-
Rice	-	700	700	-
	<u>\$ 902,456</u>	<u>\$ 159,272</u>	<u>\$ 15,700</u>	<u>\$ 1,046,028</u>

6. SUBSEQUENT EVENTS

Management has evaluated for potential recognition or disclosure in these financial statements subsequent events and transactions occurring through December 16, 2024, the date these financial statements were available to be issued.

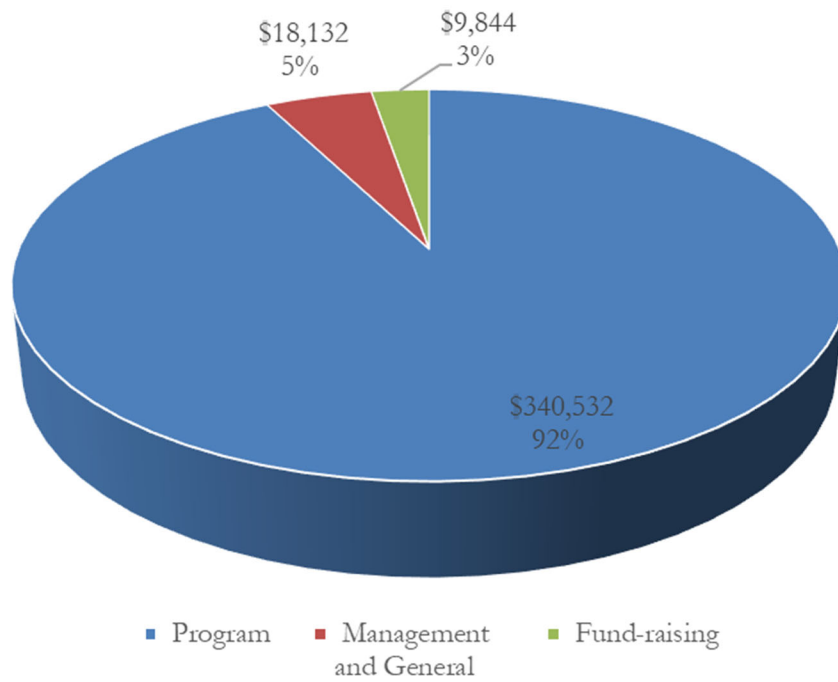
SUPPLEMENTARY DATA

SAMUEL OMOGO FOUNDATION

Charts of Expenses by Functional Category

Years Ended December 31, 2023 and 2022

Year Ended December 31, 2023



Year Ended December 31, 2022

