

**BRIDGES TO LIFE**  
**FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION**  
**FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2018**  
**WITH COMPARATIVE TOTALS FOR 2017**

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## INDEPENDENT AUDITOR'S REPORT

To The Board of Directors of  
Bridges To Life  
Houston, Texas

I have audited the accompanying financial statements of Bridges To Life (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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, I 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.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

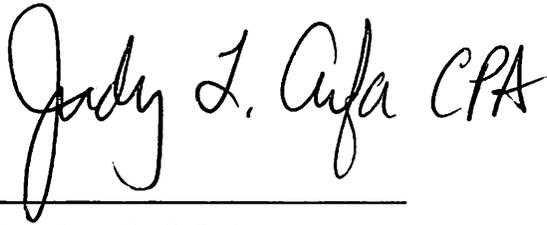
### **Opinion**

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Bridges To Life as of December 31, 2018, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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**Report on Summarized Comparative Information**

I have previously audited Bridges To Life's 2017 financial statements, and I expressed an unmodified audit opinion on those audited financial statements in my report dated March 31, 2018. In my opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2017, is consistent, in all material respects, with the audited financial statements from which it has been derived.

A handwritten signature in black ink that reads "Judy L. Arfa CPA". The signature is written in a cursive style and is positioned above a horizontal line.

Judy L. Arfa, C. P. A.  
Houston, Texas  
April 30, 2019

BRIDGES TO LIFE

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2018

WITH COMPARATIVE TOTALS FOR 2017

|   | <u>2018</u>         | <u>2017</u>         |
|---|---------------------|---------------------|
| <b>Assets</b>                           |                     |                     |
| Cash and cash equivalents               | \$ 1,490,938        | \$ 1,329,316        |
| Grants receivable                       | 7,000               | 30,000              |
| Inventory                               | 9,098               | 20,703              |
| <b>Total assets</b>                     | <u>\$ 1,507,036</u> | <u>\$ 1,380,019</u> |
| <br>                                    |                     |                     |
| <b>Liabilities and Net Assets</b>       |                     |                     |
| <b>Liabilities:</b>                     |                     |                     |
| Accrued salaries                        | \$ 13,568           | \$ 9,498            |
| Accrued payroll taxes payable           | 30                  | 45                  |
| <b>Total Liabilities</b>                | <u>13,598</u>       | <u>9,543</u>        |
| <br>                                    |                     |                     |
| <b>Net Assets:</b>                      |                     |                     |
| Without donor restrictions              | 1,478,938           | 1,300,376           |
| With donor restrictions                 | 14,500              | 70,100              |
| <b>Total Net Assets</b>                 | <u>1,493,438</u>    | <u>1,370,476</u>    |
| <br>                                    |                     |                     |
| <b>Total Liabilities and Net Assets</b> | <u>\$ 1,507,036</u> | <u>\$ 1,380,019</u> |

See accompanying notes to financial statements.

## BRIDGES TO LIFE

## STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED DECEMBER 31, 2018  
WITH COMPARATIVE TOTALS FOR 2017

|  | <b>Without Donor<br/>Restrictions</b> | <b>With Donor<br/>Restrictions</b> | <b>Totals<br/>2018</b> | <b>Totals<br/>2017</b> |
|--|---------------------------------------|------------------------------------|------------------------|------------------------|
| <b>Revenue, Gains, and Other Support</b>       |                                       |                                    |                        |                        |
| Contributions                                  | \$ 3,307,092                          | \$ 14,500                          | \$ 3,321,592           | \$ 2,798,780           |
| Special events                                 | 76,868                                |                                    | 76,868                 | 54,300                 |
| Investment revenue                             | 12,738                                |                                    | 12,738                 | 10,764                 |
| Sales of publications                          | 7,327                                 |                                    | 7,327                  | 6,846                  |
| Net assets released from restrictions          | 70,100                                | (70,100)                           | 0                      | 0                      |
| <b>Total revenue, gains, and other support</b> | <u>3,474,125</u>                      | <u>(55,600)</u>                    | <u>3,418,525</u>       | <u>2,870,689</u>       |
| <b>Expenses</b>                                |                                       |                                    |                        |                        |
| Community Program Services                     | 3,077,623                             |                                    | 3,077,623              | 2,683,308              |
| Supporting Services                            | 53,592                                |                                    | 53,592                 | 53,192                 |
| Fundraising                                    | 164,348                               | 0                                  | 164,348                | 153,005                |
| <b>Total Expenses</b>                          | <u>3,295,563</u>                      | <u>0</u>                           | <u>3,295,563</u>       | <u>2,889,505</u>       |
| <b>Increase (decrease) in net assets</b>       | <u>178,562</u>                        | <u>(55,600)</u>                    | <u>122,962</u>         | <u>(18,816)</u>        |
| <b>Net assets, beginning of year</b>           | <u>1,300,376</u>                      | <u>70,100</u>                      | <u>1,370,476</u>       | <u>1,389,292</u>       |
| <b>Net assets, end of year</b>                 | <u>\$ 1,478,938</u>                   | <u>\$ 14,500</u>                   | <u>\$ 1,493,438</u>    | <u>\$ 1,370,476</u>    |

See accompanying notes to financial statements.

BRIDGES TO LIFE  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2018

WITH COMPARATIVE TOTALS FOR 2017

|                             | Community<br>Program<br><br>Services | Supporting<br><br>Services | Fundraising    | 2018<br><br>Totals | 2017<br><br>Totals |
|-----------------------------|--------------------------------------|----------------------------|----------------|--------------------|--------------------|
| <b>Personnel</b>            |                                      |                            |                |                    |                    |
| Salaries                    | \$ 829,018                           | \$ 44,753                  | \$ 119,272     | \$ 993,043         | \$ 917,436         |
| Payroll Taxes               | 60,199                               | 3,235                      | 8,623          | 72,057             | 66,814             |
| <b>Total personnel</b>      | <u>889,217</u>                       | <u>47,988</u>              | <u>127,895</u> | <u>1,065,100</u>   | <u>984,250</u>     |
| <b>Other expenses</b>       |                                      |                            |                |                    |                    |
| Accounting                  |                                      | 2,975                      |                | 2,975              | 4,725              |
| Automobile                  | 94,247                               | 255                        | 378            | 94,880             | 78,328             |
| Bank Fees                   | 131                                  | 457                        | 3,299          | 3,887              | 2,864              |
| Books & Study Guides        | 10,981                               |                            |                | 10,981             | 11,381             |
| Conferences                 | 727                                  |                            | 145            | 872                | 2,395              |
| Donations                   |                                      |                            |                |                    | 200                |
| Dues & Subscriptions        | 300                                  | 25                         |                | 325                | 344                |
| Fundraising Events          |                                      |                            | 24,370         | 24,370             | 20,191             |
| Graduation Expense          | 6,935                                |                            |                | 6,935              | 4,936              |
| Insurance                   | 3,617                                | 178                        | 178            | 3,973              | 5,994              |
| Miscellaneous               | 1,691                                | 70                         |                | 1,761              | 1,050              |
| Office Expense              | 17,326                               | 671                        | 2,892          | 20,889             | 23,819             |
| Payroll Processing Fees     | 593                                  | 32                         | 84             | 709                | 668                |
| Postage                     | 2,436                                |                            | 1,731          | 4,167              | 4,422              |
| Printing                    | 3,816                                |                            | 1,298          | 5,114              | 5,190              |
| Rent                        | 4,200                                | 600                        | 1,200          | 6,000              | 6,000              |
| Telephone                   | 24,666                               | 341                        | 614            | 25,621             | 23,830             |
| Travel                      | 6,569                                |                            | 264            | 6,833              | 5,436              |
| Video Reproductions         | 622                                  |                            |                | 622                | 732                |
| Volunteer Expenses          | 2,009,549                            |                            |                | 2,009,549          | 1,702,750          |
| <b>Total other expenses</b> | <u>2,188,406</u>                     | <u>5,604</u>               | <u>36,453</u>  | <u>2,230,463</u>   | <u>1,905,255</u>   |
| <b>Total Expenses</b>       | 3,077,623                            | 53,592                     | 164,348        | 3,295,563          | 2,889,505          |

See notes to financial statements.

## BRIDGES TO LIFE

## STATEMENTS OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2018  
WITH COMPARATIVE TOTALS FOR 2017

|  | <b>2018</b>         | <b>2017</b>         |
|--|---------------------|---------------------|
| <b>Cash Flows From Operating Activities</b>  |                     |                     |
| Increase (decrease) in net assets  | \$ 122,962          | \$ (18,816)         |
| Adjustments to reconcile change in net assets to net cash provided (used) by operating activities: |                     |                     |
| (Increase) Decrease in grants receivable   | 23,000              | 29,300              |
| (Increase) Decrease in prepaid expenses  |                     | 15,000              |
| (Increase) Decrease in inventory   | 11,605              | (1,551)             |
| Increase (Decrease) in accrued salaries  | 4,070               | 950                 |
| Increase (Decrease) in accrued event fees  |                     | (11,250)            |
| Increase (Decrease) in payroll taxes payable   | (15)                | (1,957)             |
| <b>Net Cash Provided (Used) by Operating Activities</b>  | <u>161,622</u>      | <u>11,676</u>       |
| <b>Net Change in Cash and Cash Equivalents</b>   | 161,622             | 11,676              |
| <b>Cash and cash equivalents, beginning of year</b>  | <u>1,329,316</u>    | <u>1,317,640</u>    |
| <b>Cash and cash equivalents, end of year</b>  | <u>\$ 1,490,938</u> | <u>\$ 1,329,316</u> |
| <b>Cash and cash equivalents, without donor restrictions</b>                                       | \$ 1,483,438        | \$ 1,289,216        |
| <b>Cash and cash equivalents, with donor restrictions</b>  | <u>7,500</u>        | <u>40,100</u>       |
| <b>Total cash and cash equivalents</b>   | <u>\$ 1,490,938</u> | <u>\$ 1,329,316</u> |

See accompanying notes to financial statements.

## **BRIDGES TO LIFE**

### **NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2018**

#### **NOTE 1 - ORGANIZATION**

Bridges To Life (the Organization) is a not-for-profit organization incorporated in the State of Texas in 1998 and is exempt from federal income taxes pursuant to Section 501 (c)(3) of the Internal Revenue Code. The Organization is governed by a Board of Directors selected pursuant to the bylaws of the Organization, and they significantly influence operations. The Board of Directors has the primary accountability for the fiscal affairs of the Organization.

The mission of Bridges To Life is to connect communities to prisons to reduce the recidivism rate (particularly that resulting from violent crimes), reduce the number of crime victims, and enhance public safety. The spiritual mission of Bridges To Life is to minister to victims and offenders in an effort to show them the transforming power of God's love and forgiveness.

In 2018, with the assistance of the Texas Department of Criminal Justice (Chaplaincy Department) and other partners, Bridges To Life completed 191 projects in 105 prisons, plus alternative facilities, graduating 6,439 offenders. The Bridges To Life program is a ministry of presence. The Bridges To Life curriculum has been used in 13 states and 6 foreign countries. Each Bridges To Life volunteer gives approximately 60 hours of his/her time per project, and many volunteers participate in multiple projects each year. Volunteers may be victims of crime or others who have been affected by crime, or may be lay facilitators giving of their time. Since its inception, more than 2,600 volunteers have participated in a Bridges To Life project. In 2018, 864 volunteers contributed over 80,600 volunteer hours worth \$1,992,285 in kind!

#### **Outcomes:**

Recidivism studies, conducted by BTL with the assistance of The Texas Department of Criminal Justice (TDCJ), reveal that over 85% of BTL graduates do not return to prison within three years after release. With almost 20 years of graduate data now available, BTL has joined with the Research Division of Correctional Management Institute of Texas (CMIT) at Sam Houston State University (SHSU) to conduct an in-depth study of recidivism trends. By taking part in this pro bono research project, BTL will gain comprehensive insight into current program results as compared to national and state trends. The Research Division of CMIT provides a broad range of professional development programs, research, program evaluation, and other initiatives on the local, state, national, and international levels in the criminal justice and corrections spheres.

The cost of incarcerating an offender in Texas is approximately \$100,550 over the course of the average sentence. The average cost of the Bridges To Life program in 2018 was less than \$201 per graduate.

The Organization is supported primarily by foundations and private and corporate contributions. No government funding was received in 2018.

## **BRIDGES TO LIFE**

### **NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2018**

#### **NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of Bridges To Life have been prepared on the accrual basis. Significant accounting policies are summarized below:

Cash and Cash Equivalents – For purposes of the statement of cash flows, Bridges To Life considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. Cash is held in both interest bearing and non-interest bearing demand accounts. Accounts are insured by the Federal Deposit Insurance Corporation.

Pledges Receivable – Pledges receivable that are expected to be collected within one year are recorded at net realizable value. Amounts expected to be collected in more than one year are discounted to estimate the present value of future cash flows.

Investments - Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values on the statement of financial position. Unrealized gains and losses are included in the change in net assets.

Property and Equipment - Property and equipment purchased by Bridges To Life are recorded at cost. Donations of property and equipment are recorded at their fair value at the date of the gift. All purchases and donations in excess of \$2,000 are capitalized. Depreciation is provided on the straight-line method based upon estimated useful lives of 39 years for buildings and leasehold improvements and on the declining balance method based upon estimated useful lives of 5 – 7 years for equipment and furniture. Gains or losses on retired or sold property and equipment are reflected in income for the period. The proceeds from such sales which are not legally required or expected to be reinvested in property and equipment are transferred to unrestricted net assets.

Net asset classification – Net assets, revenue, gains and losses are classified based on the existence or absence of donor-imposed restrictions, as follows:

- Net assets without donor restrictions are available for use in general operations and are not restricted by donor-imposed stipulations, even though their use may be limited in other respects, such as by contract or board designation.
- Net assets with donor restrictions are subject to donor-imposed restrictions. Some restrictions are temporary in nature, such as those that will be met by the passage of time or use for a purpose specified by the donor. Other restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when the stipulated time has elapsed, the stipulated purpose has been fulfilled, or both. Contributions of long-lived assets and of cash restricted for the acquisition of long-lived assets are released when the assets are placed in service. Donor-restricted endowment earnings are released when those earnings are appropriated in accordance with spending policies and are used for their restricted purpose.

**BRIDGES TO LIFE**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2018**

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONT.)**

Contributions are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are classified as restricted support.

Public Support and Revenue - Financial ASC 958-605-25-2 and 958-605-30-2 (formerly SFAS No. 116) generally requires measuring contributions received at the fair value of the assets or services received or promised, or the fair value of the liabilities satisfied. Contributions are recognized as revenues or gains in the period they are received, even if the donor has restricted their use and the restriction will be met in a future reporting period; that is, none are deferred. As a result, contributions are recorded immediately either as an increase in net assets without donor restrictions or net assets with donor restrictions depending on the nature of the donor restrictions, if any.

Restricted Support - After determining that support should be recorded in the financial statements, the organization must determine whether the donor has restricted its use in some manner or to some time period. For example, a donor may specify that a gift be used for the operation of a particular program, the acquisition of property or equipment, or an endowment, whereby only income generated by the gift may be used for operating purposes. Restrictions may be explicit (such as a letter specifying that the contribution be used for hiring of additional employees) or implicit (such as gifts received in a capital improvements drive or in an appeal for a particular program).

## BRIDGES TO LIFE

### NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2018

#### NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONT.)

Contributions Whose Restrictions Are Met in the Same Year - Restricted contributions may be reported as support without donor restrictions if (a) the restrictions are met in the same reporting period, (b) that policy is followed consistently, (c) the policy is disclosed, and (d) the organization has a similar policy for accounting for restricted investment income and gains. For example, an organization may receive a \$50,000 contribution to fund the cost of a one-week educational seminar. If the \$50,000 is received in the same year the seminar is held, the donation can be reflected as a contribution without donor restrictions in the statement of activities provided the organization meets the criteria in this paragraph. If the educational seminar straddled the organization's year end and restrictions on only \$25,000 of the donation were met, the statement of activities could reflect contributions with donor restrictions of \$25,000 and contributions without donor restrictions of \$25,000.

Designations Imposed Internally - Sometimes, the Board of directors may designate a portion of unrestricted net assets for a specific purpose as a management planning tool. For example, the board of directors may designate a certain amount of current year contributions to be used to fund future technology improvements. Those board designations are not restrictions because the designations may be reversed by the board, and they do not alter the nature of unrestricted contributions.

Federal Income Taxes – Bridges To Life is exempt from federal income tax under Internal Revenue Code Section 501 (c) (3) and is classified as a public charity under 509(a)(1) and 170(b)(1)(A)(vi).

Estimates – 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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Expense Allocation – The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. The majority of expenses can generally be directly identified with the program or supporting services to which they relate and are charged accordingly. Other expenses by function have been allocated among program and supporting service classifications on the basis of square footage of office space occupied, salaries, time sheets, and other methods determined by management.

**BRIDGES TO LIFE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2018**

**NOTE 3 – CASH AND CASH EQUIVALENTS**

Cash and cash equivalents as of December 31, 2018 and December 31, 2017 consisted of the following:

|                    | <u>2018</u>        |                    | <u>2017</u>        |                    |
|--------------------|--------------------|--------------------|--------------------|--------------------|
|                    | <u>Cost</u>        | <u>Fair Value</u>  | <u>Cost</u>        | <u>Fair Value</u>  |
| Checking           | \$ 134,594         | \$ 134,594         | \$ 160,235         | \$ 160,235         |
| Money market funds | <u>1,356,344</u>   | <u>1,356,344</u>   | <u>1,169,081</u>   | <u>1,169,081</u>   |
| Total              | <u>\$1,490,938</u> | <u>\$1,490,938</u> | <u>\$1,329,316</u> | <u>\$1,329,316</u> |

**NOTE 4 – INVENTORY**

Inventory based at cost as of December 31, 2018 and December 31, 2017 was estimated as follows:

|       | <u>2018</u>            | <u>2017</u>     |
|-------|------------------------|-----------------|
|       | Books and Study Guides | <u>\$ 9,098</u> |
| Total | <u>\$ 9,098</u>        | <u>\$20,703</u> |

**NOTE 5 – DONATED SERVICES AND NONCASH GIFTS**

Contributions of services are recognized when services received (a) create or enhance non-financial assets or (b) require specialized skills and are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. A substantial number of volunteers have contributed significant amounts of time in connection with programs for which an amount has been recorded in the financial statements because the services did meet the criteria for recognition under generally accepted accounting principles.

Noncash gifts, including donated services, supplies, and equipment, are reported on the financial statements. They are recorded based on their fair market value on the date of the gift. The estimated fair market value of donated services, supplies, and equipment for the year ended December 31, 2018 and December 31, 2017 is as follows:

|            | <u>2018</u>            | <u>2017</u>        |
|------------|------------------------|--------------------|
|            | Rental of office space | \$ 6,000           |
| Volunteers | <u>1,992,285</u>       | <u>1,687,062</u>   |
| Total      | <u>\$1,998,285</u>     | <u>\$1,693,062</u> |

**BRIDGES TO LIFE**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2018**

**NOTE 6 – PLEDGES RECEIVABLE**

Pledges receivable at December 31, 2018 and December 31, 2017 consist of the following:

|                                  | <u>2018</u>    | <u>2017</u>     |
|----------------------------------|----------------|-----------------|
| Receivable in less than one year | <u>\$7,000</u> | <u>\$30,000</u> |
| Total pledges receivable         | <u>\$7,000</u> | <u>\$30,000</u> |

**NOTE 7 – ACCRUED LIABILITIES**

Accrued liabilities at December 31, 2018 and December 31, 2017 consist of the following:

|                       | <u>2018</u>      | <u>2017</u>     |
|-----------------------|------------------|-----------------|
| Accrued salaries      | \$ 13,568        | \$ 9,498        |
| Accrued payroll taxes | <u>30</u>        | <u>45</u>       |
| Total                 | <u>\$ 13,598</u> | <u>\$ 9,543</u> |

**NOTE 8 – RELATED PARTY TRANSACTIONS**

The current Development Director is a family member of the Chief Executive Officer. There appears to be no conflict of interest as a result of these family members working for the Organization.

**BRIDGES TO LIFE**

**NOTES TO FINANCIAL STATEMENTS**

**DECEMBER 31, 2018**

**NOTE 9 – PRIOR YEARS SUMMARIZED DATA**

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in accordance with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the organization's financial statements for the year ended December 31, 2017, from which the summarized information was derived.

**NOTE 10 – CONCENTRATION OF CREDIT RISK**

Financial instruments which potentially subject the Organization to credit risk include bank deposits. The Organization manages credit risk by maintaining these balances with high-quality financial institutions. Accounts at these institutions are insured by the Federal Deposit Insurance Corporation up to currently enacted limits of \$250,000. The Organization has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

**NOTE 11 – SUBSEQUENT EVENTS**

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through April 30, 2019, the date the financial statements were available to be issued. There were no additional subsequent events.

**NOTE 12 – RETIREMENT PLAN**

Bridges To Life adopted a 403(b) plan in 2006. There is no matching. Employees are eligible to join the plan after one month of service, and they can contribute up to the maximum dollar amount allowed by the IRS guidelines for that particular calendar year.

**NOTE 13 – NET ASSETS WITH DONOR RESTRICTIONS**

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

|   | <b><u>2018</u></b> |
|---|--------------------|
| Contributions receivable-general operations | \$7,000            |
| Ft. Bend County projects                    | <u>7,500</u>       |
| Total net assets with donor restrictions    | <u>\$14,500</u>    |

**NOTE 14 – NET ASSETS WITHOUT DONOR RESTRICTIONS**

Net assets without donor restrictions are composed of the following:

|   | <b><u>2018</u></b> |
|---|--------------------|
| Undesignated                                | <u>\$1,478,938</u> |
| Total net assets without donor restrictions | <u>\$1,478,938</u> |