

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG  
REPORT ON AUDIT  
FOR THE YEAR ENDED  
DECEMBER 31, 2013**

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG  
DECEMBER 31, 2013**

**TABLE OF CONTENTS**

	<u>PAGE</u>
Independent Auditor's Report .....	1
Statement of Financial Position .....	3
Statement of Activities.....	4
Statement of Cash Flows .....	5
Notes to Financial Statements.....	6



**J U A Q U I N “ J A K E ” S A N C H E Z**  
*C e r t i f i e d P u b l i c A c c o u n t a n t*

www.JJSPS.BIZ

---

**INDEPENDENT AUDITOR'S REPORT**

Board of Directors  
Abandoned Little Angels/Nhom Tinh Thuong  
Houston, TX

I have audited the accompanying financial statements of Abandoned Little Angels/Nhom Tinh Thuong (a non-profit organization), which comprise the statement of financial position as of December 31, 2013 and 2012, and the related statements of activities and cash flows for the years then ended, and the related notes to the financial statement.

**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 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 assessment, 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 reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

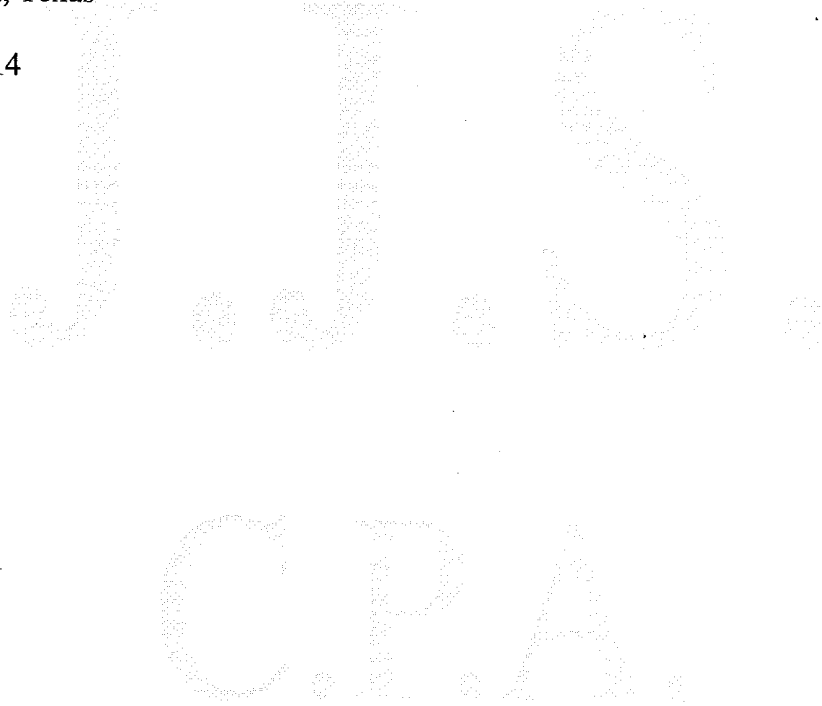
I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Coastal Bend Bays Foundation as of December 31, 2013 and 2012, and the changes in net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.



Juaquin "Jake" Sanchez  
CERTIFIED PUBLIC ACCOUNTANT  
Corpus Christi, Texas

October 8, 2014



**ABANDONED LITTLE ANGELS/NHOM TINH THUONG  
STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED DECEMBER 31, 2013**

ASSETS	2013	2012
Current Assets		
Cash	\$ 359,561	\$ 413,819
Prepaid Expenses	-	1,000
Tax Receivable (Note 4)	-	358
Total Current Assets	\$ 359,561	\$ 415,177
Property and Equipment		
Furniture and Equipment	\$ 2,108	\$ 2,108
Total Property and Equipment	\$ 2,108	\$ 2,108
Accumulated Depreciation	(1,463)	(1,042)
Net Property and Equipment	\$ 645	\$ 1,066
 TOTAL ASSETS	 \$ 360,206	 \$ 416,243
LIABILITIES		
Current Liabilities	\$ -	\$ -
Total Current Liabilities	\$ -	\$ -
Long-term Liabilities	\$ -	\$ -
Total Long-term Liabilities	\$ -	\$ -
TOTAL LIABILITIES	\$ -	\$ -
NET ASSETS		
Unrestricted	\$ 360,206	\$ 416,243
Temporarily Restricted	-	-
Permanently Restricted	-	-
TOTAL NET ASSETS	\$ 360,206	\$ 416,243
TOTAL LIABILITIES AND NET ASSETS	\$ 360,206	\$ 416,243

The accompanying notes are an integral part of these financial statements.

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2013**

	2013			2012
	Unrestricted	Temporarily Restricted	Total	Memorandum Total
<b>SUPPORT AND REVENUE</b>				
Direct Public Support	\$ 309,476	\$ -	\$ 309,476	\$ 367,459
Interest Income	1,486	-	1,486	1,558
Other Income	0	-	-	-
Total Support and Revenue	\$ 310,962	\$ -	\$ 310,962	\$ 369,017
<b>EXPENSES</b>				
Accounting	\$ 3,500	\$ -	\$ 3,500	\$ 3,500
Advertisement	11,759	-	11,759	7,364
Bank Fees	65	-	65	33
Depreciation	421	-	421	386
Fundraising	37,778	-	37,778	15,438
Grants and Donated Gifts	297,125	-	297,125	183,000
Legal Fees	-	-	-	450
Office Supplies	2,684	-	2,684	1,086
Postage	-	-	-	1,481
Printing and Copying	7,897	-	7,897	9,948
Service Charges	5,770	-	5,770	1,870
Taxes	-	-	-	1,720
Website	-	-	-	1,892
Total Expenses	\$ 366,999	\$ -	\$ 363,499	\$ 228,168
<b>CHANGE IN NET ASSETS</b>	\$ (56,037)	\$ -	\$ (56,037)	\$ 140,849
<b>NET ASSETS AT BEGINNING OF YEAR</b>	\$ 416,243	\$ -	\$ 416,243	\$ 275,394
<b>NET ASSETS AT END OF YEAR</b>	\$ 360,206	\$ -	\$ 360,206	\$ 416,243

The accompanying notes are an integral part of these financial statements.

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2013**

CASH FLOWS FROM OPERATING ACTIVITIES	<u>2013</u>	<u>2012</u>
Increase (Decrease) in Net Assets	\$ (56,037)	\$ 140,849
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities		
Depreciation	421	386
(Increase) Decrease in operating assets		
Tax Receivable	358	(358)
Prepaid Expense	1,000	(1,000)
Increase (Decrease) in operating liabilities		
Accounts Payable	-	(3,500)
Accrue Expense	-	
	<u>                    </u>	<u>                    </u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b>\$ <u>(54,258)</u></b>	<b>\$ 136,377</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>	<u>-</u>	<u>(535)</u>
<b>NET CASH FROM INVESTING ACTIVITIES</b>	<b>\$ <u>-</u></b>	<b>\$ <u>(535)</u></b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>	<u>-</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH EQUIVALENTS</b>	<b>\$ (54,258)</b>	<b>\$ 135,842</b>
<b>BEGINNING CASH AND CASH EQUIVALENTS</b>	<u>413,819</u>	<u>277,977</u>
<b>ENDING CASH AND CASH EQUIVALENTS</b>	<b>\$ <u><u>359,561</u></u></b>	<b>\$ <u><u>413,819</u></u></b>
 <b>OTHER SUPPLEMENTAL DATA</b>		
Interest Paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>
Taxes Paid	\$ <u><u>-</u></u>	\$ <u><u>-</u></u>

The accompanying notes are an integral part of these financial statements.

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG**  
**NOTES TO FINANCIAL STATEMENTS**  
**For the Year Ended December 31, 2013**

**1. REPORTING ENTITY**

On March 11, 2002, the Abandoned Little Angels/Nhom Tinh Thuong (ALA) was incorporated in the State of Texas. ALA's charitable organization shares the gift of love by distributing physical or monetary assistance to the disadvantaged children in Vietnam, especially those who are handicapped and orphans. The assistance is offered either directly or indirectly through trustworthy charitable, and/or religious charitable organizations.

Annually, ALA organizes visitations to pre-determine locations, evaluates the level of needs, and distributes the following resources: rice, clothing, medicine, wheelchairs, or monetary gifts to the orphans and handicapped children who live in orphanages. Normally, these orphanages and children care centers are run by Buddhist nuns, catholic priests or sisters, and are spread across Vietnam, from the South to the Central Region to the Northern Vietnam. Special focus is placed on many rural regions where contact with the outside assistance is minimal.

**2. SUMMARY OR SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Presentation**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor- imposed restrictions. Accordingly, net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted net assets- Net assets that are not subject to donor- imposed stipulations.

Temporarily restricted net assets- Net assets subject to donor- imposed stipulations that may or will be met, either by actions of the Organization and/ or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently restricted net assets- Net assets subject to donor- imposed stipulations that they be maintained permanently by the Organization. The net book value property and equipment is reported here.



**ABANDONED LITTLE ANGELS/NHOM TINH THUONG**  
**NOTES TO FINANCIAL STATEMENTS**  
**For The Year Ended December 31, 2013**  
(Continued)

Basis of Accounting

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

Cash and Cash Equivalents

For the purpose of the Statement of Cash Flow, the ALA considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents. This includes cash in bank.

Fair Value of Financial Instruments

The following methods and assumptions were used by the Center in estimating its fair value disclosures for financial instruments:

**Cash and Receivables:** The carrying amounts reported in the statements of financial position approximate the fair value because of the short maturities of those instruments. Receivables are stated at the amount management expects to collect from outstanding balances.

Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables from grants, contracts, and others. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to the applicable accounts receivable.

Income Taxes

Income taxes are not provided for in the financial statements since ALA is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code.

Contributed Support

The Organization recognizes all contributed support received as income in the period received.

Estimates

Management uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the report of revenues and expenses.

**ABANDONED LITTLE ANGELS/NHOM TINH THUONG**  
**NOTES TO FINANCIAL STATEMENTS**  
**For The Year Ended December 31, 2013**  
(Continued)

**3. DEPOSITS AND COLLATERAL**

At December 31, 2013, the carrying amount of ALA bank balance was \$359,561. Bank balance of \$250,000 was covered by federal depository insurance by each banking institution.

<u>Cash &amp; Equivalents</u>	<u>2013</u>	<u>2012</u>
Chase	\$ 95,860	\$ 154,781
First Community Bank	<u>264,701</u>	<u>259,038</u>
Total Cash & Equivalents	<u>\$ 359,561</u>	<u>\$ 413,819</u>
Insured by Federal Depository Insurance	<u>\$ 345,860</u>	<u>\$ 404,781</u>
Unsecured Deposits	<u>\$ 13,701</u>	<u>\$ 9,038</u>

**4. TAX RECEIVABLE**

This amount is the Internal Revenue Service's backup withholding on investments accounts. Refund of this receivable is currently pending.