

AFRICA DEVELOPMENT CORPS
(formerly known as Visions in Action)

Financial Statements

31 December 2015

**AFRICA DEVELOPMENT CORPS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

CONTENTS	PAGES
Directors and Professional Advisors	2
Statement of Directors' Responsibilities	3
Independent Auditors' Report	4
Statement of Activities (Profit & Loss Statement)	5
Statement of Financial Position (Balance Sheet)	6
Statement of Cash Flows	7
Notes to the Financial Statements	8-11
Schedule of Expenses of U.S. Federal Awards	12
Compliance and Internal Control	
Report on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with government auditing standards	13
Report on compliance with requirements applicable to each major program and internal control over compliance in accordance with OMB Circular A-133	14-15
Schedule of findings and questioned costs	16
Detailed Statement of Activities	17
Detailed Statement of Expenses	18

**AFRICA DEVELOPMENT CORPS
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

DIRECTORS AND PROFESSIONAL ADVISORS

BOARD OF DIRECTORS

NAME	POSITION	LOCATION
Darlene Davis Heep	Member	United States
Elma Shaw	Member	United States
Agatha Johnson	Member	United States
Skelton Shaun	Executive Director	United States

MANAGEMENT TEAM

Shaun Skelton	Executive Director	United States
Liebrecht Lierman, Sonya Hahm, Hilary Sims	Country Directors	Liberia
Thomas Evans & Frederik Prins	Country Managers	Uganda
Pamela West	Program Development	Rwanda

REGISTERED OFFICE

9466 Georgia Ave #57
Silver Spring MD 20910
United States

AUDITORS

Gaculiru Finance
Certified Public Accountants
2nd floor, Hashi Energy Building
Rwandex Rd, Gikondo
Kigali, Rwanda
Tel: +250 788 740101
e-mail: info@gaculirufinance.com

BANKERS

PNC Bank
Washington DC, USA

Crane Bank
Gulu, Uganda

Ecobank
Monrovia, Liberia

Bank of Kigali
Kigali, Rwanda

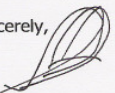
AFRICA DEVELOPMENT CORPS

STATEMENT OF DIRECTORS' RESPONSIBILITIES

The directors are required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the organisation as at the end of the financial year and of the operating results of the organisation for that year. They are also required to ensure the company keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the company. They are also responsible for safeguarding the assets of the organisation.

The directors are responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Non-for-profit Corporations. Under SFAS No. 117, the directors are required to report information regarding its financial position and activities according to three classes of net assets based on the existence or absence of donor imposed restrictions - unrestricted, temporarily restricted and permanently restricted. VIA does not have any permanently restricted assets.

The directors accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with the recommendations of the Financial Accounting Standards Board in its statement of Financial Accounting Standards (SFAS). The directors are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the organisation and of its operating results. The directors further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Sincerely,


Director
December 26, 2016



Gaculiru Finance

Hashi Energy Building, 2nd Floor, Rwandex Rd, Gikondo, Kigali Rwanda
Tel: +250 788 740101 info@gaculirufinance.com

Independent Auditor's Report

To the Board of Directors Africa Development Corps

We have audited the accompanying statements of financial position of Africa Development Corps (formerly known as Visions in Action), as of December 31, 2015, and the related statement of activities and cash flows for the year then ended. These financial statements are the responsibility of Africa Development Corps' management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Generally Accepted Accounting Principles (GAAP) and audit standards 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of Africa Development Corps as of December 31, 2015 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Signed on 6 January 2017

Roseline Jelimo, CPA
Partner
Gaculiru Finance
rjelimo@gaculirufinance.com

**AFRICA DEVELOPMENT CORPS
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015 \$US	2014 \$US
SUPPORT AND REVENUE		
GRANTS	1,220,662	852,415
REVENUE	16,646	40,670
TOTAL SUPPORT AND REVENUE	<u>1,237,308</u>	<u>893,085</u>
EXPENSES		
ADMINISTRATIVE COSTS	197,997	153,491
PROGRAM COSTS	1,145,517	882,255
FINANCE COSTS	3,673	3,788
TOTAL COSTS	<u>1,347,187</u>	<u>1,039,534</u>
Balance Sheet Adjustments*		200,000
Asset Depreciation & Revaluation**	(2,174)	67,811
CHANGE IN NET ASSETS	(109,879)	121,362
NET ASSETS AT BEGINNING OF THE YEAR	232,660	111,298
NET ASSETS AT END OF THE YEAR	<u>120,607</u>	<u>232,660</u>

* In 2014 the \$200,000 credit liine debt was written off the books

** In 2014 assets were revalued upwards by \$67,811;
in 2015 they were revalued downwards by \$2174

**AFRICA DEVELOPMENT CORPS
STATEMENT OF FINANCIAL POSITION
FOR THE YEAR ENDED 31 DECEMBER 2015**

	Dec 31 2015	Dec 31 2014
	\$US	\$US
ASSETS		
Non-Current Assets		
Furniture	2,734	3,029
Motor Vehicles/Motorcycles	102,847	127,326
Computers and Software	3,961	4,817
	<u>109,542</u>	<u>135,172</u>
Current Assets		
Receivables	-	-
Bank and Cash Balances	54,366	129,017
	<u>54,366</u>	<u>129,017</u>
TOTAL ASSETS	<u><u>163,908</u></u>	<u><u>264,189</u></u>
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable and Accrued Expenses	17,239	20,631
Loan from Director	26,062	14,199
Credit Line	-	-
Total Current Liabilities	<u>43,301</u>	<u>34,830</u>
Net Assets		
Restricted	24,545	218,660
Unrestricted	96,062	10,699
Total Net Assets	<u>120,607</u>	<u>229,359</u>
TOTAL NET ASSETS AND LIABILITIES	<u><u>163,908</u></u>	<u><u>264,189</u></u>

**AFRICA DEVELOPMENT CORPS
CASH FLOW STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015	2014
	\$US	\$US
OPERATING ACTIVITIES	(81,331)	(124,187)
INVESTING ACTIVITIES	6,680	6,179
FINANCING ACTIVITIES		-
Net (decrease)/increase in cash and cash equivalents	(74,651)	(118,008)
Cash at the beginning of the year	<u>129,017</u>	<u>247,025</u>
Cash at the end of the year	<u><u>54,366</u></u>	<u><u>129,017</u></u>
Represented by:		
Bank and cash balances	<u><u>54,366</u></u>	<u><u>129,017</u></u>

**AFRICA DEVELOPMENT CORPS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

1 BACKGROUND

Africa Development Corps(ADC), also known as Visions in Action (VIA), is a 501 (c)3 nonprofit organization incorporated in the District of Columbia on October 14, 1988. It is an international volunteer and development organization based on the principle that dedicated volunteers can learn from and contribute to the developing world by working for the grassroots organizations that need their support most while living within a supportive community. The organization officially changed its name from Visions in Action to Africa Development Corps on May 13, 2013.

ADC's operations are supported by contributions from government grants, program fees, the general public and nonprofit organisations.

2 BASIS OF PREPARATION AND ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below;

BASIS OF ACCOUNTING

ADC prepares its financial statements on the accrual basis of accounting, therefore support and revenue are recognized when committed or earned and expenses are recognized when the related obligations are incurred .

BASIS OF PRESENTATION

ADC's financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Corporations. Under SFAS No. 117, ADC is required to report information regarding its financial position and activities according to three classes net assets based on the existence or absence of donor-imposed restrictions - unrestricted, temporarily restricted and permanently restricted.

CASH

For purposes of the statement of cash flows, ADC considers savings and checking accounts held in financial institutions to be cash.

At times during the year, ADC maintains cash balances at financial institutions in excess of the FDIC limits. Management believes the risk in these institutions to be minimal

**AFRICA DEVELOPMENT CORPS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

2 ACCOUNTING POLICIES (Continued)

USE OF 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.

3 FIXED ASSETS

Fixed assets in excess of \$500 are capitalised and depreciated over their estimated useful lives using the straight line method

4 INCOME TAXES

ADC is exempt from Federal income taxes under the provision of Section 501(c)3 of the Internal Revenue Code, and is classified by the internal Revenue Services as other than a private foundation under Sec 509(a)(2).

Accordingly, no provision for income taxes has been made in the accompanying financial statements. All donations received by ADC qualify as charitable contributions from individual and institutional contributors.

5 PROGRAM DEPOSITS

ADC's Classic Volunteer Program requires each volunteer to deposit a refundable \$300 program deposit prior to beginning the program. The funds are returned upon completion of certain program requirements and the settling of any outstanding debts. For the program year ended December 31, 2015 the deposit balance is \$0

6 TEMPORARILY RESTRICTED NET ASSETS

ADC's temporarily restricted net assets include support and revenue subject to donor imposed restrictions that will be met by actions of ADC and /or subsequent periods of international development efforts. At December 31, 2015 there are no temporarily restricted net assets.

**AFRICA DEVELOPMENT CORPS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

7 PROPERTY AND EQUIPMENT

	Furniture	Vehicles & Motorbikes	Computer Equipment	Total
COST	\$US	\$US	\$US	\$US
At 1 January 2015	19,905	293,791	21,475	335,171
Revaluation	-		-	
New Purchases				
Disposals	-			-
	<u>19,905</u>	<u>293,791</u>	<u>21,475</u>	<u>335,171</u>
At 31 December 2015	<u>19,905</u>	<u>293,791</u>	<u>21,475</u>	<u>335,171</u>
DEPRECIATION				
At 1 January 2015	16,876	166,465	16,658	199,999
Charge for the year	295	24,479	856	25,630
At 31 December 2015	<u>17,171</u>	<u>190,944</u>	<u>17,514</u>	<u>225,629</u>
NET BOOK VALUE				
At 31 December 2015	<u>2,734</u>	<u>102,847</u>	<u>3,961</u>	<u>109,542</u>
At 31 December 2014	<u>3,029</u>	<u>127,326</u>	<u>4,817</u>	<u>135,172</u>

**AFRICA DEVELOPMENT CORPS
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2015**

	2015 \$US	2014 \$US
8 TRADE AND OTHER RECEIVABLES		
Grants Receivable	-	
Accounts Receivable	-	
Prepayments	-	
Less: Provision for bad debts	<u> </u>	<u>(8,858)</u>
	<u> </u>	<u>(8,858)</u>
9 TRADE AND OTHER PAYABLES	2015 \$US	2014 \$US
Accounts payable and accrued expenses	17,239	20,631
Loan from Director	<u>26,062</u>	<u>14,199</u>
	<u>43,301</u>	<u>34,830</u>

**AFRICA DEVELOPMENT CORPS
SCHEDULE OF FEDERAL AWARDS
FOR THE YEAR ENDED 31 DECEMBER 2015**

<u>Federal Granting Agency/Program Title</u>	<u>CFDA/Award No</u>	<u>Expenditures</u>
<u>U.S Agency for International Development</u> RTI School Health & Reading Program, Uganda		117,793
Total Expenditure of Federal Awards		<u>117,793</u>

AFRICA DEVELOPMENT CORPS

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS.

We have audited the financial statements of Africa Development Corps (ADC) as of and for the year December 31, 2015 and have issued our report thereon dated January 6, 2017. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether ADC's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, non compliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audits and, accordingly, we do not express such an opinion. The results of our tests did not discover instances of non compliance that required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered ADC's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. No significant deficiencies were found.

A material weakness is a significant deficiency condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned duties. There were no material weaknesses discovered.

ADC's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. This report is intended solely for the information of the board of directors, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties

AFRICA DEVELOPMENT CORPS

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Compliance

We have audited the compliance of Africa Development Corps with the types of compliance requirements described in the U.S Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2015. ADC's major federal programs are identified in the summary of auditors results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of ADC management. Our responsibility is to express an opinion on ADC's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America. The standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States Local Governments and NonProfit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on the major federal program occurred. An audit includes examining, on a test basis, evidence about ADC's compliance with those requirements and performing such other procedure as we consider necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on ADC's compliance with those requirements.

In our opinion, ADC complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended December 31, 2015.

Internal Control Over Compliance

The management of ADC is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered ADC's Internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

AFRICA DEVELOPMENT CORPS

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Our consideration of the internal control over the compliance would not necessarily disclose all matters in the internal controls that might be significant deficiencies or material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce, to a relatively low level, the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned duties. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

ADC's responses to the findings identified in our audits are described in the accompanying schedule of findings and questioned costs. This report is intended only for the information and use of the Board of Directors, management and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

AFRICA DEVELOPMENT CORPS

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2015**

FINANCIAL STATEMENTS

Type of report issued	Unqualified
Material weakness identified ?	No
Significant deficiencies that are not considered to be material weakness ?	No
Noncompliance material to financial statements noted ?	No

FEDERAL AWARDS

Internal control over major programs:	
Material weaknesses identified ?	No
Significant deficiencies that are not considered to be material weakness ?	No
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133 ?	No

Identification of major programs

Federal Granting Agency and Program Title	CFDA	Expenditures
None		
Dollar threshold used to distinguish between Type A and B Programs		\$ 300,000
Auditee qualified as low risk auditee ?		Yes

Financial Statement findings

No major findings

Federal Award findings and questioned costs

No major findings

AFRICA DEVELOPMENT CORPS**DETAILED STATEMENT OF ACTIVITIES**

	2015	2014
	\$US	\$US
SUPPORT AND REVENUE		
SUPPORT		
UNICEF	515,128	253,479
Swiss Development Cooperation	428,517	443,090
USAID/RTI	117,793	95,752
UN Food & Agriculture Organization	135,023	60,094
Other Grants	24,200	0
Contributions	6,766	14,700
Aid for Africa	2,800	1,880
TOTAL SUPPORT	<u>1,230,227</u>	<u>868,995</u>
REVENUE		
INTEREST AND DIVIDEND INCOME	0	0
RENTAL INCOME	6,680	18,489
SALE OF ASSETS	400	5,404
MISCELLANEOUS INCOME	0	197
TOTAL REVENUE	<u>7,080</u>	<u>24,090</u>
TOTAL SUPPORT AND REVENUE	<u>1,237,307</u>	<u>893,085</u>
EXPENSES		
ADMINISTRATIVE COSTS	197,996	153,491
PROGRAM COSTS	1,145,517	882,255
FINANCE COSTS	3,673	3,788
TOTAL EXPENSES	<u>1,347,186</u>	<u>1,039,534</u>
NET PROFIT (REVENUE - EXPENSES)	(109,879)	(146,449)

AFRICA DEVELOPMENT CORPS**DETAILED STATEMENT OF EXPENSES**

	2015	2014
	\$US	\$US
ADMINISTRATIVE COSTS		
Personnel	86,380	100,098
Office Rent and Utilities	30,036	28,239
Office Expenses	19,994	8,632
Local Transport	55,509	420
International Travel	3,620	1,150
Insurance	1,858	10,052
Audit Fees	600	5,800
	<hr/>	<hr/>
ADMINISTRATIVE COSTS SUBTOTAL	197,997	154,391
	<hr/> <hr/>	<hr/> <hr/>
PROGRAM COSTS		
Depreciation Allowance	23,365	22,363
Liberia	875,259	755,699
Uganda	239,851	104,193
Rwanda	7,042	-
	<hr/>	<hr/>
PROGRAM COSTS SUBTOTAL	1,145,517	882,255
	<hr/> <hr/>	<hr/> <hr/>
FINANCE COSTS		
Finance charges	3,673	2,888
	<hr/>	<hr/>
FINANCE COSTS SUBTOTAL	3,673	2,888
	<hr/> <hr/>	<hr/> <hr/>