



CONSOLIDATED FINANCIAL STATEMENTS  
With Independent Auditors' Report

December 31, 2014 and 2013

# CAMINO GLOBAL

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Camino Global  
Dallas, Texas

We have audited the accompanying consolidated financial statements of CAM International d/b/a Camino Global and Camino Global Foundation which comprise the consolidated statements of financial position as of December 31, 2014 and 2013, and the related consolidated statements of activities and cash flows for the years then ended, and the related notes to the consolidated financial statements.

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

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated 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 consolidated 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 audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Board of Directors  
Camino Global  
Dallas, Texas

***Opinion***

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of CAM International d/b/a Camino Global and Camino Global Foundation as of December 31, 2014 and 2013, and the changes in their 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*

Dallas, Texas  
May 8, 2015

# CAMINO GLOBAL

## Consolidated Statements of Financial Position

	December 31,	
	2014	2013
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 2,378,354	\$ 2,105,019
Investments	3,298,967	3,458,876
Receivables	42,011	19,492
Inventory	98,623	66,898
Prepaid expenses and other assets	43,783	43,735
Land, buildings, and equipment—net	338,725	366,575
Assets held in trusts and annuities	165,958	180,679
	<u>\$ 6,366,421</u>	<u>\$ 6,241,274</u>
<b>LIABILITIES AND NET ASSETS:</b>		
Liabilities:		
Accounts payable	\$ 149,787	\$ 98,026
Accrued expenses	610,294	626,465
Health claims payable and estimated health claims incurred but not reported	48,000	53,000
Annuities payable	82,746	87,144
Deferred compensation liability	4,367	4,367
	<u>895,194</u>	<u>869,002</u>
Net assets:		
Unrestricted:		
Operating	1,601,021	1,832,640
Quasi-endowments	24,678	23,632
Net investment in land, buildings, and equipment	338,725	366,575
	<u>1,964,424</u>	<u>2,222,847</u>
Temporarily restricted:		
Missionary support	1,896,298	1,872,044
Projects	1,311,997	980,646
	<u>3,208,295</u>	<u>2,852,690</u>
Permanently restricted—endowments		
	298,508	296,735
	<u>5,471,227</u>	<u>5,372,272</u>
Total Liabilities and Net Assets	<u>\$ 6,366,421</u>	<u>\$ 6,241,274</u>

See notes to consolidated financial statements

# CAMINO GLOBAL

## Consolidated Statements of Activities

	Year Ended December 31,							
	2014				2013			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>SUPPORT AND REVENUE:</b>								
Contributions	\$ 1,615,161	\$ 8,684,903	\$ -	\$ 10,300,064	\$ 1,570,609	\$ 8,573,939	\$ -	\$ 10,144,548
Investment income	202,186	11,845	1,773	215,804	268,516	(10,658)	1,988	259,846
Sales revenue	291,778	-	-	291,778	182,972	-	-	182,972
Change in value of annuities	4,398	-	-	4,398	(11,522)	-	-	(11,522)
Other income	99,384	-	-	99,384	54,776	-	-	54,776
<b>Total Support and Revenue</b>	<b>2,212,907</b>	<b>8,696,748</b>	<b>1,773</b>	<b>10,911,428</b>	<b>2,065,351</b>	<b>8,563,281</b>	<b>1,988</b>	<b>10,630,620</b>
<b>NET ASSETS RELEASED:</b>								
Purpose restrictions	8,341,143	(8,341,143)	-	-	8,517,337	(8,517,337)	-	-
<b>EXPENSES:</b>								
Program services								
Missions	7,537,667	-	-	7,537,667	7,720,262	-	-	7,720,262
Medical fund	898,586	-	-	898,586	839,870	-	-	839,870
Field operations	92,883	-	-	92,883	92,883	-	-	92,883
	8,529,136	-	-	8,529,136	8,653,015	-	-	8,653,015
Supporting activities:								
Management and general	1,781,008	-	-	1,781,008	1,711,004	-	-	1,711,004
Fund-raising	502,329	-	-	502,329	461,921	-	-	461,921
	2,283,337	-	-	2,283,337	2,172,925	-	-	2,172,925
<b>Total Expenses</b>	<b>10,812,473</b>	<b>-</b>	<b>-</b>	<b>10,812,473</b>	<b>10,825,940</b>	<b>-</b>	<b>-</b>	<b>10,825,940</b>
<b>Change in Net Assets</b>	<b>(258,423)</b>	<b>355,605</b>	<b>1,773</b>	<b>98,955</b>	<b>(243,252)</b>	<b>45,944</b>	<b>1,988</b>	<b>(195,320)</b>
<b>Net Assets, Beginning of Year</b>	<b>2,222,847</b>	<b>2,852,690</b>	<b>296,735</b>	<b>5,372,272</b>	<b>2,466,099</b>	<b>2,806,746</b>	<b>294,747</b>	<b>5,567,592</b>
<b>Net Assets, End of Year</b>	<b>\$ 1,964,424</b>	<b>\$ 3,208,295</b>	<b>\$ 298,508</b>	<b>\$ 5,471,227</b>	<b>\$ 2,222,847</b>	<b>\$ 2,852,690</b>	<b>\$ 296,735</b>	<b>\$ 5,372,272</b>

See notes to consolidated financial statements

# CAMINO GLOBAL

## Consolidated Statements of Cash Flows

	Year Ended December 31,	
	2014	2013
<b>OPERATING ACTIVITIES:</b>		
Change in net assets	\$ 98,955	\$ (195,320)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	74,165	73,285
Net realized and unrealized (gains) and losses	(90,145)	(180,519)
Change in value	(4,398)	11,522
Change in operating assets and liabilities:		
Receivables	(22,519)	(17,941)
Inventory	(31,725)	(21,018)
Prepaid expenses and other assets	(48)	(34,512)
Accounts payable	51,761	(9,034)
Accrued expenses	(16,171)	30,871
Health claims payable and estimated health claims incurred but not reported	(5,000)	(12,071)
Net Cash Provided (Used) by Operating Activities	54,875	(354,737)
<b>INVESTING ACTIVITIES:</b>		
Purchases of investments	(107,903)	(154,548)
Proceeds from sale of investments	389,705	89,046
Purchases of land, buildings, and equipment	(45,715)	(15,575)
Proceeds from sale of land, buildings, and equipment	(600)	-
Net Cash Provided (Used) by Investing Activities	235,487	(81,077)
<b>FINANCING ACTIVITIES:</b>		
Annuity payments	(17,027)	(24,975)
Net Cash Used by Financing Activities	(17,027)	(24,975)
Change in Cash and Cash Equivalents	273,335	(460,789)
Cash and Cash Equivalents, Beginning of Year	2,105,019	2,565,808
Cash and Cash Equivalents, End of Year	\$ 2,378,354	\$ 2,105,019

See notes to consolidated financial statements

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

1. NATURE OF ORGANIZATION:

CAM International d/b/a Camino Global (Camino Global) is a not-for-profit missionary organization, exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code (the Code) and is not classified as a private foundation under Section 509(a) of the Code.

Camino Global was founded as the Central American Mission in 1890. As a faith mission, Camino Global is upheld by prayer and supported primarily by voluntary contributions. Camino Global serves in partnership with like-minded churches, organizations, and friends, and is responsible to them for careful stewardship of resources, adherence to biblical principles in ministry, and the development and care of personnel.

Camino Global is a nondenominational, evangelical missionary sending agency of evangelical tradition focused on the task of making disciples among Spanish-speakers globally. Ministry emphasis includes church planting, evangelism, leadership development, radio, theological education, literature, camping, youth and children's ministries, short-term ministries, and the training and sending of Spanish-speaking missionaries worldwide.

Camino Global missionaries serve in Mexico, Guatemala, Honduras, Colombia, Uruguay, Spain, Albania, and Hispanic USA and Canada. Additionally, Camino Global's internet ministry reaches Spanish-speakers residing in greater than 90 countries globally.

### REPORTING ENTITY

These financial statements also include the material assets, liabilities, net assets, revenue, and expenses of Camino Global fields located in the US and abroad. Camino Global is also affiliated with certain national ministries. Although missionaries in those areas work with the affiliates, the national entities are not under Camino Global's control. Accordingly, assets and expenditures are treated as grants and not consolidated in these financial statements. Total grants of approximately \$994,000 and \$752,000 for the years ended December 31, 2014 and 2013, respectively, were made to these affiliates with no amounts due to or from the affiliates as of December 31, 2014 and 2013, respectively.

In June 2014, Camino Global Foundation (Foundation) was established as a not-for-profit organization, exempt from federal income tax under Section 501(c)(3) of the Code and is classified as a supporting foundation under Section 509(a)(3) which is not a private foundation under Section 509(a)(1) of the Code. The Foundation is organized and operated under the control and for the benefit of Camino Global. All of the investments were granted from Camino Global to the Foundation. In addition, Hope Coffee operations were granted to the Foundation.

Hope Coffee was also organized in December 2014 as a wholly owned subsidiary of the Foundation for the purposes of the sale of specialty grade Honduran coffee whose profits are used to fuel evangelism through the Honduran church.



# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accompanying consolidated financial statements of Camino Global and the Foundation, collectively referred to as Camino, have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America. Camino uses estimates and assumptions in preparing financial statements in accordance with accounting principles generally accepted in the United States of America. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of any contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that were assumed in preparing the consolidated financial statements. The significant accounting policies followed are described below to enhance the usefulness of the consolidated financial statements to the reader.

#### PRINCIPLES OF CONSOLIDATION

The consolidated financial statements include the operations of Camino Global and the Foundation. All significant intercompany balances and transactions have been eliminated.

#### CASH AND CASH EQUIVALENTS

Cash and cash equivalents include checking, savings, and money market accounts. These accounts may, at times, exceed federally insured limits. Camino has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk.

#### INVESTMENTS, ENDOWMENTS, AND ASSETS HELD IN TRUSTS AND ANNUITIES

Investments are recorded at fair value. Donated securities are recorded at fair value on the date of the gift. Camino uses appropriate valuation techniques to determine fair value based on inputs available. When available, Camino measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value. Level 3 inputs are only used when Level 1 or Level 2 inputs were not available. Realized and unrealized gains and losses are reported in the consolidated statements of activities in the year in which they occur.

Camino has an agreement with Dallas Seminary Foundation to manage investments on its behalf through the use of its various proprietary pooled investments in equities, fixed income, and hedge funds. Interest, dividend income, and gains and losses earned on funds invested with Dallas Seminary Foundation are allocated equitably based on the fair value of the assets of each participating entity and recognized by Camino.

#### RECEIVABLES

Receivables primarily consist of amounts due from affiliated organizations. All amounts are considered to be collectible; accordingly an allowance for doubtful accounts has not been recorded.

#### INVENTORY

Inventory consists primarily of coffee, Spanish Bibles, hymnals, and other books. Inventory is valued at the lower of cost or market using the first-in, first-out method.

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment are recorded at cost at the date of acquisition. Depreciation is computed using the straight-line method over the estimated useful lives of the assets, ranging from four to forty years. Repairs and maintenance, minor furnishings, and equipment purchases less than \$500 are expensed as incurred.

#### ANNUITIES PAYABLE

Camino has established a gift annuity plan whereby donors may contribute assets to Camino in exchange for the right to receive a fixed-dollar annual return during their lifetimes. A portion of the transfer is considered to be a charitable contribution. The difference between the amount provided for the gift annuity and the liability for future payments is recognized as contribution income at the date of the gift. The annuity liability is revalued annually based upon actuarially computed present values.

#### NET ASSETS

The net assets of Camino are reported in the following three classes:

*Unrestricted net assets* include resources that are used to support Camino's current operations, board designated quasi-endowments for missions, and those resources invested in land, buildings, and equipment.

*Temporarily restricted net assets* include contributions designated by donors for specific purposes. Significant programs supported by donors included in temporarily restricted net assets are primarily support of field ministry staff and related projects.

*Permanently restricted net assets* are those contributed with donor restrictions requiring they be held in perpetuity. Income received on endowment funds has been designated by agreement for specific ministry purposes. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by management to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

#### SUPPORT AND REVENUE

Contributions are recorded when made, which may be when cash and other assets are received or unconditionally promised. Contributions designated by the donor for a specific purpose are recorded as support in the temporarily restricted class of net assets until funds have been expended by Camino for the purpose specified. Upon satisfaction of the restriction, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the consolidated statements of activities as net assets released from purpose restrictions. Temporarily restricted contributions are subject to an assessment of range between 5% and 13% for general and administration costs. For the years ended December 31, 2014 and 2013, assessment of \$1,049,860 and \$1,069,589 respectively, have been recorded as net assets released from purpose restrictions.

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

#### SUPPORT AND REVENUE, continued

Camino reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how those long-lived assets must be maintained, Camino reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service. Revenue from all other sources is recorded when earned in accordance with the accrual basis of accounting.

Sales revenue is recognized when earned. During the years ended December 31, 2014 and 2013 sales revenue includes sales of Hope Coffee of \$254,019 and \$123,258, respectively, and sales of books of \$36,627 and \$56,961, respectively, and other miscellaneous sales of \$1,132 and \$2,753, respectively. Total cost of goods sold associated with these sales was \$137,955 and \$90,112 during the years ended December 31, 2014 and 2013, respectively and is included in mission program expenses on the consolidated statements of activities.

#### FOREIGN OPERATIONS

In connection with its ministry, Camino maintains fields and institutions in Central America and Spain. As of December 31, 2014 and 2013, assets in other countries totaled \$89,440 and \$98,650, respectively, and there were no liabilities in other countries. Total support and revenue received from foreign sources totaled approximately (\$3,617) and \$4,875 for the years ended December 31, 2014 and 2013, respectively. The account balances relating to foreign operations are reflected in the financial statements in United States dollars.

#### 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, 2014, Camino had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

### 3. INVESTMENTS AND ASSETS HELD IN TRUSTS AND ANNUITIES:

The fair value measurements measured at fair value on a recurring basis and the level within the fair value hierarchy in which the fair value measurements fall at December 31, 2014 and 2013, consist of:

	December 31, 2014	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
<u>Operating funds:</u>				
Growth and income mutual funds	\$ 429,504	\$ 429,504	\$ -	\$ -
Equity mutual funds	57,215	57,215	-	-
Bond mutual funds	4,701	4,701	-	-
	491,420	491,420	-	-
Conservative growth fund	1,520,768	-	1,520,768	-
	2,012,188	491,420	1,520,768	-
Investments held by Foundation:				
<u>Operating funds:</u>				
Conservative growth fund	758,822	-	758,822	-
<u>Medical funds:</u>				
Conservative growth fund	232,133	-	232,133	-
<u>Endowment funds:</u>				
Income and growth fund	295,824	-	295,824	-
	1,286,779	-	1,286,779	-
	\$ 3,298,967	\$ 491,420	\$ 2,807,547	\$ -
Assets held in trusts and annuities:				
<u>Annuity funds:</u>				
Money market funds	\$ 4,614	\$ 4,614	\$ -	\$ -
Gift annuity fund	121,086	-	121,086	-
Fixed income	3,369	-	3,369	-
Beneficial interest in trust	36,889	-	-	36,889
	\$ 165,958	\$ 4,614	\$ 124,455	\$ 36,889

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

3. INVESTMENTS AND ASSETS HELD IN TRUSTS AND ANNUITIES, continued:

	December 31, 2013	Fair Value Measurements Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments:				
<u>Operating funds:</u>				
Growth and income mutual funds	\$ 398,141	\$ 398,141	\$ -	\$ -
Equity mutual funds	58,652	58,652	-	-
Bond mutual funds	4,442	4,442	-	-
	461,235	461,235	-	-
Conservative growth fund	2,484,755	-	2,484,755	-
	2,945,990	461,235	2,484,755	-
 <u>Medical funds held by the Foundation:</u>				
Conservative growth fund	223,680	-	223,680	-
 <u>Endowment funds:</u>				
Income and growth fund	289,206	-	289,206	-
	\$ 3,458,876	\$ 461,235	\$ 2,997,641	\$ -
 Assets held in trusts and annuities:				
<u>Annuity funds:</u>				
Money market funds	\$ 4,316	\$ 4,316	\$ -	\$ -
Gift annuity fund	133,202	-	133,202	-
Fixed income	3,487	-	3,487	-
Beneficial interest in trust	39,674	-	-	39,674
	\$ 180,679	\$ 4,316	\$ 136,689	\$ 39,674

Conservative growth fund is a fund held by Dallas Seminary Foundation that seeks to maintain a diversified portfolio across multiple asset classes by investing in equities and fixed income. Targeted allocation of these funds is 16% domestic equities, 22% international equities, 40% fixed income, 15% absolute return, and 7% real assets which could include REITS or commodities.

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

3. INVESTMENTS AND FAIR VALUE MEASUREMENTS, continued:

Income and growth fund is a fund held by Dallas Seminary Foundation that seeks to maintain a diversified portfolio across multiple asset classes. Targeted allocation of these funds is 15% domestic equities, 10% international equities, and 75% fixed income.

Gift annuity fund is a fund held by Dallas Seminary Foundation specifically for gift annuity funds. It maintains a diversified portfolio across equities and fixed income. Target allocation of these funds is 50% equities and 50% fixed income.

The fair value of funds held by Dallas Seminary Foundation are determined by reference to quoted market prices. When quoted market prices are not available, fair value is estimated by reference to market values for similar securities or by discounting cash flows at an appropriate risk rate taking into consideration the varying degrees of risks specific to each financial asset.

The fair value of money market funds is based on quoted market prices. The fair value of mutual funds is based on quoted net asset values of shares held. The fair value of the beneficial interest in trust is determined by calculating the present value of the future distributions expected to be received. The fair value of fixed income and other is based on yields currently available on comparable securities of issuers with similar credit

The following table provides further details of Level 3 fair value measurements:

	December 31,	
	2014	2013
Beginning balance	\$ 39,674	\$ 42,289
Total gains or losses (realized and unrealized) included in changes in net assets available for benefits	(2,785)	(2,615)
	\$ 36,889	\$ 39,674

Investment income consists of:

	Year Ended December 31,	
	2014	2013
Interest and dividends	\$ 125,659	\$ 79,327
Net realized and unrealized gains and (losses)	90,145	180,519
	\$ 215,804	\$ 259,846

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

3. INVESTMENTS AND FAIR VALUE MEASUREMENTS, continued:

Change in value consists of:

	Year Ended December 31,	
	2014	2013
Investment income:		
Net realized and unrealized gains and (losses)	\$ 11,705	\$ 31,858
Interest and dividends	3,349	2,686
Annuity and trustor payments	(13,982)	(21,930)
Actuarial change	3,326	(24,136)
	<u>\$ 4,398</u>	<u>\$ (11,522)</u>

4. ENDOWMENTS:

Camino's endowment consists of four individual funds established for a variety of purposes. The endowment includes both donor-restricted endowment funds and funds designated by the board to function as endowments. Net assets associated with endowment funds, including funds designated by the board to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

The management of Camino has interpreted the State Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, Camino classifies as permanent restricted net assets (a) the original value of the gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by Camino in a manner consistent with the standard of prudence prescribed by UPMIFA.

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

4. ENDOWMENTS, continued:

In accordance with UPMIFA, Camino considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund
2. The purposes of the organization and the donor-restricted endowment fund
3. General economic conditions
4. The possible effect of inflation and deflation
5. The expected total return from income and the appreciation of investments
6. Other resources of the organization
7. The investment policies of the organization

The endowment net asset composition by type of fund as of December 31, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 68,221	\$ 298,508	\$ 366,729
Board designated, quasi-endowment funds	24,678	-	-	24,678
<b>Total Funds</b>	<b>\$ 24,678</b>	<b>\$ 68,221</b>	<b>\$ 298,508</b>	<b>\$ 391,407</b>

Changes in endowment net assets for the year ended December 31, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 23,632	\$ 63,909	\$ 296,735	\$ 384,276
Investment income	1,046	11,845	1,773	14,664
Contributions	-	-	-	-
Released from restrictions	-	(7,533)	-	(7,533)
<b>Endowment Net Assets, End of Year</b>	<b>\$ 24,678</b>	<b>\$ 68,221</b>	<b>\$ 298,508</b>	<b>\$ 391,407</b>



# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

4. ENDOWMENTS, continued:

The endowment net asset composition by type of fund as of December 31, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 63,909	\$ 296,735	\$ 360,644
Board designated, quasi-endowment funds	23,632	-	-	23,632
<b>Total Funds</b>	<b>\$ 23,632</b>	<b>\$ 63,909</b>	<b>\$ 296,735</b>	<b>\$ 384,276</b>

Changes in endowment net assets for the year ended December 31, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 22,105	\$ 68,539	\$ 294,747	\$ 385,391
Investment income	1,527	4,260	1,988	7,775
Contributions	-	-	-	-
Released from restrictions	-	(8,890)	-	(8,890)
<b>Endowment Net Assets, End of Year</b>	<b>\$ 23,632</b>	<b>\$ 63,909</b>	<b>\$ 296,735</b>	<b>\$ 384,276</b>

5. LAND, BUILDINGS, AND EQUIPMENT–NET:

Land, buildings, and equipment–net consist of:

	December 31,	
	2014	2013
Land	\$ 19,000	\$ 19,000
Land improvements	90,625	90,625
Buildings and improvements	574,852	569,408
Furniture and equipment	791,685	754,243
Website development	108,833	108,833
	1,584,995	1,542,109
Accumulated depreciation	(1,246,270)	(1,175,534)
	<b>\$ 338,725</b>	<b>\$ 366,575</b>

# CAMINO GLOBAL

## Notes to Consolidated Financial Statements

December 31, 2014 and 2013

6. DEFERRED COMPENSATION BENEFITS:

Prior to 1980, Camino offered deferred compensation benefits to all of its missionaries. These benefits amounted to \$100 per month for the rest of their lives. A decision was made to freeze benefits under this nonqualified deferred compensation arrangement effective December 31, 1980. However, all persons receiving benefits as of that date continue to be covered. As of December 31, 2014 and 2013, a liability of \$4,367 has been recorded for the estimated present value of future benefits to be paid to these missionaries.

7. MEDICAL PROGRAM:

Camino had a fully insured medical program for medical costs, with certain limits, through the end of 2014. Although not legally obligated, Camino desired to continue providing this benefit; however, it retained the right to modify or cancel the program at any time, which it did in December 2014. The number of employees covered under the program was 104 and 102 for the years ended December 31, 2014 and 2013, respectively. The plan had a \$1,000 deductible per person with coinsurance of 25/75 and 100% of premiums are paid by Camino for all employees. The annual stop loss limit for individuals was \$95,000 with no aggregate limit as of December 31, 2014 and 2013. As of January 1, 2015, Camino offers employees a medical plan through a third party and is no longer self insured.

Total claims incurred during the years ended December 31, 2014 and 2013, were \$477,265 and \$378,968, respectively. In addition, a total of \$70,775 and \$16,463 was received during the years ended December 31, 2014 and 2013, respectively, for claims that exceeded the stop loss limit. The total health claims payable and estimated health claims incurred but not reported as of December 31, 2014 and 2013, were \$48,000 and \$53,000 as of December 31, 2014 and 2013, respectively. The estimated health claims was based on a lag study performed by management and an evaluation of existing injuries and illnesses.

8. COMMITMENTS:

Camino has an operating lease for a copier and agreements with service providers. Expense for these agreements for the years ended December 31, 2014 and 2013, was \$10,022 and \$7,630, respectively. Future minimum payments are:

<u>Year Ending December 31,</u>	
2015	10,820
2016	10,578
2017	9,370
2018	9,370
2019	2,342
	<u>\$ 42,480</u>

9. 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.

## **SUPPLEMENTAL SCHEDULES**

**INDEPENDENT AUDITORS' REPORT  
ON SUPPLEMENTAL SCHEDULES**

Board of Directors  
Camino Global  
Dallas, Texas

We have audited the consolidated financial statements of CAM International d/b/a Camino Global as of and for the years ended December 31, 2014 and 2013, and our report thereon dated May 8, 2015, which expressed an unmodified opinion on those consolidated financial statements, appears on page 1. Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidated information on pages 18-21 is presented for purposes of additional analysis of the consolidated financial statements rather than to present the financial position and results of operations of the individual segments, and it is not a required part of the consolidated financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The combining information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the consolidated financial statements as a whole.

*Capin Crouse LLP*

Dallas, Texas  
May 8, 2015

# CAMINO GLOBAL

## Supplemental Schedule of Financial Position

	December 31, 2014					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Total
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 1,500,056	\$ 259,107	\$502,996	\$116,195	\$ -	\$2,378,354
Investments	2,012,130	1,286,779	-	58	-	3,298,967
Receivables	63,461	1,998	-	-	(23,448)	42,011
Participants' contributions receivable	-	-	-	-	-	-
Inventory	20,782	77,841	-	-	-	98,623
Prepaid expenses and other assets	20,508	1,651	21,624	-	-	43,783
Land, buildings, and equipment—net	332,071	6,654	-	-	-	338,725
Assets held in trusts and annuities	165,958	-	-	-	-	165,958
<b>Total Assets</b>	<b>\$4,114,966</b>	<b>\$1,634,030</b>	<b>\$524,620</b>	<b>\$116,253</b>	<b>\$ (23,448)</b>	<b>\$6,366,421</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 143,779	\$ 6,008	\$ 23,448	\$ -	\$ (23,448)	\$ 149,787
Accrued expenses	610,294	-	-	-	-	610,294
Health claims payable and estimated health claims incurred but not reported	-	-	48,000	-	-	48,000
Due to plan sponsor	-	-	-	-	-	-
Annuities payable	82,746	-	-	-	-	82,746
Deferred compensation liability	4,367	-	-	-	-	4,367
	841,186	6,008	71,448	-	(23,448)	895,194
<b>Net assets:</b>						
<b>Unrestricted:</b>						
Operating	(291,264)	1,322,860	453,172	116,253	-	1,601,021
Quasi-endowments	24,678	-	-	-	-	24,678
Equity in land, buildings, and equipment	332,071	6,654	-	-	-	338,725
	65,485	1,329,514	453,172	116,253	-	1,964,424
<b>Temporarily restricted:</b>						
Missionary support	1,896,298	-	-	-	-	1,896,298
Projects	1,311,997	-	-	-	-	1,311,997
	3,208,295	-	-	-	-	3,208,295
<b>Permanently restricted— endowments</b>						
	-	298,508	-	-	-	298,508
	3,273,780	1,628,022	453,172	116,253	-	5,471,227
<b>Total Liabilities and Net Assets</b>	<b>\$4,114,966</b>	<b>\$1,634,030</b>	<b>\$524,620</b>	<b>\$116,253</b>	<b>\$ (23,448)</b>	<b>\$6,366,421</b>

# CAMINO GLOBAL

## Supplemental Schedule of Financial Position

	December 31, 2013				
	Camino Operations	Medical Fund	Auto Fund	Eliminations	Total
<b>ASSETS:</b>					
Cash and cash equivalents	\$1,261,062	\$541,800	\$302,157	\$ -	\$2,105,019
Investments	2,962,991	223,680	272,205	-	3,458,876
Receivables	19,492	-	-	-	19,492
Participants' contributions receivable	-	104,273	-	(104,273)	-
Inventory	66,898	-	-	-	66,898
Prepaid expenses and other assets	13,758	29,977	-	-	43,735
Land, buildings, and equipment–net	366,575	-	-	-	366,575
Assets held in trusts and annuities	180,679	-	-	-	180,679
	<u>\$4,871,455</u>	<u>\$899,730</u>	<u>\$574,362</u>	<u>\$(104,273)</u>	<u>\$6,241,274</u>
<b>Total Assets</b>					
<b>LIABILITIES AND NET ASSETS:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 202,299	\$ -	\$ -	\$(104,273)	\$ 98,026
Accrued expenses	594,812	31,653	-	-	626,465
Health claims payable and estimated health claims incurred but not reported	-	53,000	-	-	53,000
Due to plan sponsor	-	-	-	-	-
Annuities payable	87,144	-	-	-	87,144
Deferred compensation liability	4,367	-	-	-	4,367
	<u>888,622</u>	<u>84,653</u>	<u>-</u>	<u>(104,273)</u>	<u>869,002</u>
<b>Net assets:</b>					
<b>Unrestricted:</b>					
Operating	443,201	815,077	574,362	-	1,832,640
Quasi-endowments	23,632	-	-	-	23,632
Equity in land, buildings, and equipment	366,575	-	-	-	366,575
	<u>833,408</u>	<u>815,077</u>	<u>574,362</u>	<u>-</u>	<u>2,222,847</u>
<b>Temporarily restricted:</b>					
Missionary support	1,872,044	-	-	-	1,872,044
Projects	980,646	-	-	-	980,646
	<u>2,852,690</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,852,690</u>
<b>Permanently restricted–endowments</b>					
	296,735	-	-	-	296,735
	<u>3,982,833</u>	<u>815,077</u>	<u>574,362</u>	<u>-</u>	<u>5,372,272</u>
	<u>\$4,871,455</u>	<u>\$899,730</u>	<u>\$574,362</u>	<u>\$(104,273)</u>	<u>\$6,241,274</u>
<b>Total Liabilities and Net Assets</b>					

# CAMINO GLOBAL

## Supplemental Schedule of Activities

	Year Ended December 31, 2014					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Totals
<b>SUPPORT AND REVENUE:</b>						
Contributions	\$ 10,300,064	\$ 1,626,872	\$ -	\$ -	\$ (1,626,872)	\$ 10,300,064
Investment income	184,750	12,056	8,938	10,060	-	215,804
Sales revenue	291,778	-	-	-	-	291,778
Participant contributions	-	-	747,299	-	(747,299)	-
Change in value	4,398	-	-	-	-	4,398
Other income	78,707	-	-	20,677	-	99,384
<b>Total Support and Revenue</b>	<b>10,859,697</b>	<b>1,638,928</b>	<b>756,237</b>	<b>30,737</b>	<b>(2,374,171)</b>	<b>10,911,428</b>
<b>EXPENSES:</b>						
Program services						
Missions	8,284,966	-	-	-	(747,299)	7,537,667
Medical fund	-	10,906	887,680	-	-	898,586
Field operations	92,883	-	-	-	-	92,883
	8,377,849	10,906	887,680	-	(747,299)	8,529,136
Supporting activities:						
Management and general	2,688,572	-	230,462	488,846	(1,626,872)	1,781,008
Fund-raising	502,329	-	-	-	-	502,329
	3,190,901	-	230,462	488,846	(1,626,872)	2,283,337
<b>Total Expenses</b>	<b>11,568,750</b>	<b>10,906</b>	<b>1,118,142</b>	<b>488,846</b>	<b>(2,374,171)</b>	<b>10,812,473</b>
Change in Net Assets	(709,053)	1,628,022	(361,905)	(458,109)	-	98,955
Net Assets, Beginning of Year	3,982,833	-	815,077	574,362	-	5,372,272
Net Assets, End of Year	\$ 3,273,780	\$ 1,628,022	\$ 453,172	\$ 116,253	\$ -	\$ 5,471,227

# CAMINO GLOBAL

## Supplemental Schedule of Activities

	Year Ended December 31, 2013					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Totals
<b>SUPPORT AND REVENUE:</b>						
Contributions	\$ 10,144,548	\$ -	\$ -	\$ -	\$ -	\$ 10,144,548
Investment income	225,652	-	15,948	18,246	-	259,846
Sales revenue	182,972	-	-	-	-	182,972
Participant contributions	-	-	822,965	-	(822,965)	-
Change in value	(11,522)	-	-	-	-	(11,522)
Other income	25,176	-	5,500	24,100	-	54,776
<b>Total Support and Revenue</b>	<b>10,566,826</b>	<b>-</b>	<b>844,413</b>	<b>42,346</b>	<b>(822,965)</b>	<b>10,630,620</b>
<b>EXPENSES:</b>						
Program services						
Missions	8,543,227	-	-	-	(822,965)	7,720,262
Medical fund	-	-	839,870	-	-	839,870
Field operations	92,883	-	-	-	-	92,883
	8,636,110	-	839,870	-	(822,965)	8,653,015
Supporting activities:						
Management and general	1,709,465	-	-	1,539	-	1,711,004
Fund-raising	461,921	-	-	-	-	461,921
	2,171,386	-	-	1,539	-	2,172,925
<b>Total Expenses</b>	<b>10,807,496</b>	<b>-</b>	<b>839,870</b>	<b>1,539</b>	<b>(822,965)</b>	<b>10,825,940</b>
Change in Net Assets	(240,670)	-	4,543	40,807	-	(195,320)
Net Assets, Beginning of Year	4,223,503	-	810,534	533,555	-	5,567,592
Net Assets, End of Year	\$ 3,982,833	\$ -	\$ 815,077	\$ 574,362	\$ -	\$ 5,372,272