



CAMINO GLOBAL and  
CAMINO GLOBAL FOUNDATION

Consolidated Financial Statements  
With Independent Auditors' Report

December 31, 2016 and 2015

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Table of Contents

	<u>Page</u>
Independent Auditors' Report	1
Consolidated Financial Statements	
Consolidated Statements of Financial Position	3
Consolidated Statements of Activities	4
Consolidated Statements of Cash Flows	5
Notes to Consolidated Financial Statements	6
Supplemental Schedules	
Independent Auditors' Report on Supplemental Schedules	16
Supplemental Schedule of Financial Position–2016	17
Supplemental Schedule of Financial Position–2015	18
Supplemental Schedule of Activities–2016	19
Supplemental Schedule of Activities–2015	20

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Camino Global and Camino Global Foundation  
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, 2016 and 2015, 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 and Camino Global Foundation  
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, 2016 and 2015, 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*

Grapevine, Texas  
April 28, 2017

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Consolidated Statements of Financial Position

	December 31,	
	2016	2015
<b>ASSETS:</b>		
Cash and cash equivalents	\$ 2,023,823	\$ 1,742,090
Investments	2,669,772	3,322,863
Inventory	142,219	149,820
Prepaid expenses and other assets	272,282	277,043
Land, buildings, and equipment–net	335,881	298,398
<b>Total Assets</b>	<b>\$ 5,443,977</b>	<b>\$ 5,790,214</b>
<b>LIABILITIES AND NET ASSETS:</b>		
Liabilities:		
Accounts payable	\$ 153,347	\$ 177,903
Accrued expenses	634,057	695,898
	787,404	873,801
Net assets:		
Unrestricted:		
Operating	54,618	442,456
Designated for medical fund	442,185	408,111
Quasi-endowments	26,070	23,716
Net investment in land, buildings, and equipment	335,881	298,398
	858,754	1,172,681
Temporarily restricted:		
Missionary support	1,850,002	1,750,707
Projects	1,648,482	1,693,690
	3,498,484	3,444,397
Permanently restricted–endowments	299,335	299,335
	4,656,573	4,916,413
<b>Total Liabilities and Net Assets</b>	<b>\$ 5,443,977</b>	<b>\$ 5,790,214</b>

See notes to consolidated financial statements

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Consolidated Statements of Activities

	Year Ended December 31,							
	2016			2015				
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>SUPPORT AND REVENUE:</b>								
Contributions	\$ 1,689,146	\$ 7,858,424	\$ -	\$ 9,547,570	\$ 1,951,753	\$ 7,939,074	\$ -	\$ 9,890,827
Investment income (loss)	179,219	78,247	-	257,466	(116,733)	(4,423)	827	(120,329)
Sales revenue	489,087	-	-	489,087	427,421	-	-	427,421
Other income	74,673	-	-	74,673	35,406	-	-	35,406
<b>Total Support and Revenue</b>	<b>2,432,125</b>	<b>7,936,671</b>	<b>-</b>	<b>10,368,796</b>	<b>2,297,847</b>	<b>7,934,651</b>	<b>827</b>	<b>10,233,325</b>
<b>NET ASSETS RELEASED:</b>								
Purpose restrictions	7,882,584	(7,882,584)	-	-	8,127,021	(8,127,021)	-	-
<b>EXPENSES:</b>								
Program services:								
Missions	8,515,565	-	-	8,515,565	8,428,987	-	-	8,428,987
Field operations	67,925	-	-	67,925	82,303	-	-	82,303
	8,583,490	-	-	8,583,490	8,511,290	-	-	8,511,290
Supporting activities:								
Management and general	1,460,724	-	-	1,460,724	1,748,496	-	-	1,748,496
Fund-raising	584,422	-	-	584,422	528,353	-	-	528,353
	2,045,146	-	-	2,045,146	2,276,849	-	-	2,276,849
<b>Total Expenses</b>	<b>10,628,636</b>	<b>-</b>	<b>-</b>	<b>10,628,636</b>	<b>10,788,139</b>	<b>-</b>	<b>-</b>	<b>10,788,139</b>
Change in Net Assets	(313,927)	54,087	-	(259,840)	(363,271)	(192,370)	827	(554,814)
Net Assets, Beginning of Year	1,172,681	3,444,397	299,335	4,916,413	1,535,952	3,636,767	298,508	5,471,227
Net Assets, End of Year	<b>\$ 858,754</b>	<b>\$ 3,498,484</b>	<b>\$ 299,335</b>	<b>\$ 4,656,573</b>	<b>\$ 1,172,681</b>	<b>\$ 3,444,397</b>	<b>\$ 299,335</b>	<b>\$ 4,916,413</b>

See notes to consolidated financial statements

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Consolidated Statements of Cash Flows

	Year Ended December 31,	
	2016	2015
<b>OPERATING ACTIVITIES:</b>		
Change in net assets	\$ (259,840)	\$ (554,814)
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Depreciation	76,589	74,442
Net realized and unrealized (gains) losses	(243,917)	173,075
Change in operating assets and liabilities:		
Inventory	7,601	(51,197)
Prepaid expenses and other assets	4,761	(61,469)
Accounts payable and accrued expenses	(86,397)	(39,085)
Net Cash Used by Operating Activities	(501,203)	(459,048)
<b>INVESTING ACTIVITIES:</b>		
Purchases of investments	(14,866)	(235,462)
Proceeds from sale of investments	911,874	92,361
Purchases of land, buildings, and equipment	(114,072)	(34,115)
Net Cash Provided (Used) by Investing Activities	782,936	(177,216)
Change in Cash and Cash Equivalents	281,733	(636,264)
Cash and Cash Equivalents, Beginning of Year	1,742,090	2,378,354
Cash and Cash Equivalents, End of Year	\$ 2,023,823	\$ 1,742,090

See notes to consolidated financial statements

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

### 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, Hispanic USA, and Canada. Additionally, Camino Global's internet ministry reaches Spanish-speakers residing in greater than 90 countries globally.

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.

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.

### 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.



# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

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

#### 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.

These consolidated 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 consolidated financial statements. Total grants of approximately \$937,000 and \$1,056,000 for the years ended December 31, 2016 and 2015, respectively, were made to these affiliates with no amounts due to or from the affiliates as of December 31, 2016 and 2015, respectively.

#### 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 AND ENDOWMENTS

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.

#### 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.

#### LAND, BUILDINGS, AND EQUIPMENT

Land, buildings, and equipment are recorded at cost at the date of acquisition or if donated, at fair value at the date of the gift. 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.

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

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

#### 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. These projects include theological education, evangelism, church planting, discipleship and church growth, relief and outreach, business as mission, and buildings and facilities, etc.

*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, 2016 and 2015, assessments of \$1,025,762 and \$1,024,242 respectively, have been included as net assets released from purpose restrictions.

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.

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

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

#### SUPPORT AND REVENUE, continued

Sales revenue is recognized when earned. During the years ended December 31, 2016 and 2015, sales revenue includes sales of Hope Coffee of \$452,229 and \$373,013, respectively, and sales of books of \$36,174 and \$53,377, respectively, and other miscellaneous sales of \$684 and \$1,031, respectively. Total cost of goods sold associated with these sales was \$225,951 and \$177,331 during the years ended December 31, 2016 and 2015, respectively, and is included in mission program expenses on the consolidated statements of activities.

#### FUNCTIONAL ALLOCATION OF EXPENSES

Costs of providing the various program services and supporting activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

#### ALLOCATION OF JOINT COSTS

Camino incurred joint costs that include costs of missionary support-raising activities during the years ending December 31, 2016 and 2015. These costs have been allocated for the years ended December 31, 2016 and 2015, respectively, as follows: \$74,240 and \$74,591 of program services, \$74,240 and \$74,591 of general and administrative, and \$222,720 and \$223,774 of fund-raising expenses. Total costs of joint activities for the years ended December 31, 2016 and 2015, were \$371,200 and \$372,956, respectively.

#### FOREIGN OPERATIONS

In connection with its ministry, Camino maintains fields and institutions in Central America and Spain. As of December 31, 2016 and 2015, assets in other countries totaled \$91,303 and \$98,610, respectively, and there were no liabilities in other countries. There was no support and revenue received from foreign sources during the years ended December 31, 2016 and 2015. The account balances relating to foreign operations are reflected in the consolidated financial statements in United States dollars.

#### INCOME TAXES

Hope Coffee determines its deferred tax provision under the liability method whereby deferred tax assets and liabilities are recognized for the expected tax consequences of temporary differences between the tax basis of assets and liabilities and their reported amounts using presently enacted tax rates. The deferred tax asset considered realizable could be adjusted in the future if estimates of taxable income are revised. Hope Coffee had a cumulative net operating loss that creates a deferred tax asset. Hope Coffee does not project generating sufficient taxable income to realize its deferred tax asset; therefore, Hope Coffee has an equal amount as a valuation allowance.

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued:

UNCERTAIN TAX POSITIONS

The financial statement effects of a tax position taken or expected to be taken are recognized in the consolidated 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 consolidated statements of activities. As of December 31, 2016 and 2015, Camino had no uncertain tax positions that qualify for recognition or disclosure in the consolidated financial statements.

3. INVESTMENTS AND FAIR VALUE MEASUREMENTS:

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, 2016 and 2015, consist of:

	December 31, 2016	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:				
Operating funds:				
Growth and income mutual funds	\$ 382,022	\$ 382,022	\$ -	\$ -
Equity mutual funds	113,422	113,422	-	-
Bond mutual funds	39,346	39,346	-	-
	534,790	534,790	-	-
Moderate growth fund	1,123,793	-	1,123,793	-
	1,658,583	534,790	1,123,793	-
Investments held by Foundation:				
Operating funds:				
Moderate growth fund	387,853	-	387,853	-
Medical funds:				
Moderate growth fund	322,904	-	322,904	-
Endowment funds:				
Income and growth fund	300,432	-	300,432	-
	1,011,189	-	1,011,189	-
	\$ 2,669,772	\$ 534,790	\$ 2,134,982	\$ -

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

### 3. INVESTMENTS AND FAIR VALUE MEASUREMENTS, continued:

	December 31, 2015	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:				
Operating funds:				
Growth and income mutual funds	\$ 346,582	\$ 346,582	\$ -	\$ -
Equity mutual funds	106,086	106,086	-	-
Bond mutual funds	35,180	35,180	-	-
	<u>487,848</u>	<u>487,848</u>	<u>-</u>	<u>-</u>
Moderate growth fund	1,456,565	-	1,456,565	-
	<u>1,944,413</u>	<u>487,848</u>	<u>1,456,565</u>	<u>-</u>
Investments held by Foundation:				
Operating funds:				
Moderate growth fund	793,480	-	793,480	-
Medical funds:				
Moderate growth fund	296,236	-	296,236	-
Endowment funds:				
Income and growth fund	288,734	-	288,734	-
	<u>1,378,450</u>	<u>-</u>	<u>1,378,450</u>	<u>-</u>
	<u>\$ 3,322,863</u>	<u>\$ 487,848</u>	<u>\$ 2,835,015</u>	<u>\$ -</u>

Moderate 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.

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.

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

3. INVESTMENTS AND FAIR VALUE MEASUREMENTS, continued:

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 mutual funds is based on quoted net asset values of shares held.

Investment income (loss) consists of:

	<u>Year Ended December 31,</u>	
	<u>2016</u>	<u>2015</u>
Interest and dividends	\$ 13,549	\$ 52,746
Net realized and unrealized gains (losses)	<u>243,917</u>	<u>(173,075)</u>
	<u>\$ 257,466</u>	<u>\$ (120,329)</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 Unified 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 AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

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, 2016:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 71,018	\$ 299,335	\$ 370,353
Board designated, quasi-endowment funds	26,070	-	-	26,070
<b>Total Funds</b>	<b>\$ 26,070</b>	<b>\$ 71,018</b>	<b>\$ 299,335</b>	<b>\$ 396,423</b>

Changes in endowment net assets for the year ended December 31, 2016:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 23,716	\$ 54,143	\$ 299,335	\$ 377,194
Investment income (loss)	2,354	24,625	-	26,979
Released from restrictions	-	(7,750)	-	(7,750)
<b>Endowment Net Assets, End of Year</b>	<b>\$ 26,070</b>	<b>\$ 71,018</b>	<b>\$ 299,335</b>	<b>\$ 396,423</b>

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

4. ENDOWMENTS, continued:

The endowment net asset composition by type of fund as of December 31, 2015:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 54,143	\$ 299,335	\$ 353,478
Board designated, quasi-endowment funds	23,716	-	-	23,716
<b>Total Funds</b>	<b>\$ 23,716</b>	<b>\$ 54,143</b>	<b>\$ 299,335</b>	<b>\$ 377,194</b>

Changes in endowment net assets for the year ended December 31, 2015:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 24,678	\$ 68,221	\$ 298,508	\$ 391,407
Investment income (loss)	(962)	(6,953)	827	(7,088)
Released from restrictions	-	(7,125)	-	(7,125)
<b>Endowment Net Assets, End of Year</b>	<b>\$ 23,716</b>	<b>\$ 54,143</b>	<b>\$ 299,335</b>	<b>\$ 377,194</b>

5. LAND, BUILDINGS, AND EQUIPMENT—NET:

Land, buildings, and equipment—net consist of:

	December 31,	
	2016	2015
Land	\$ 19,000	\$ 19,000
Land improvements	90,625	90,625
Buildings and improvements	578,802	574,852
Furniture and equipment	841,439	825,801
Website development	108,833	108,833
	1,638,699	1,619,111
Accumulated depreciation	(1,405,446)	(1,320,713)
	233,253	298,398
Construction in progress	102,628	-
	<b>\$ 335,881</b>	<b>\$ 298,398</b>



# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Notes to Consolidated Financial Statements

December 31, 2016 and 2015

6. COMMITMENTS:

Camino has various operating leases for office equipment and office space. Total expense for these agreements for the years ended December 31, 2016 and 2015, was \$11,815 and \$11,084, respectively. Future minimum payments are:

Year Ending December 31,

2017	\$	11,815
2018		11,573
2019		<u>2,342</u>
	\$	<u><u>25,730</u></u>

7. SUBSEQUENT EVENTS:

Subsequent events have been evaluated through the report date, which represents the date the consolidated 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 and Camino Global Foundation  
Dallas, Texas

We have audited the consolidated financial statements of CAM International d/b/a Camino Global and Camino Global Foundation as of and for the years ended December 31, 2016 and 2015, and our report thereon dated April 28, 2017, 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 17-20 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 consolidating 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*

Grapevine, Texas  
April 28, 2017

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Supplemental Schedule of Financial Position

	December 31, 2016					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Total
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 1,095,821	\$ 343,789	\$ 443,896	\$ 140,317	\$ -	\$ 2,023,823
Investments	1,658,583	1,011,189	-	-	-	2,669,772
Inventory	13,562	128,657	-	-	-	142,219
Prepaid expenses and other assets	137,932	136,061	-	-	(1,711)	272,282
Land, buildings, and equipment-net	326,108	9,773	-	-	-	335,881
<b>Total Assets</b>	<b><u>\$ 3,232,006</u></b>	<b><u>\$ 1,629,469</u></b>	<b><u>\$ 443,896</u></b>	<b><u>\$ 140,317</u></b>	<b><u>\$ (1,711)</u></b>	<b><u>\$ 5,443,977</u></b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 128,097	\$ 25,250	\$ 1,711	\$ -	\$ (1,711)	\$ 153,347
Accrued expenses	634,057	-	-	-	-	634,057
	<u>762,154</u>	<u>25,250</u>	<u>1,711</u>	<u>-</u>	<u>(1,711)</u>	<u>787,404</u>
<b>Net assets:</b>						
<b>Unrestricted:</b>						
Operating	(1,380,810)	1,295,111	-	140,317	-	54,618
Designated for medical fund	-	-	442,185	-	-	442,185
Quasi-endowments	26,070	-	-	-	-	26,070
Equity in land, buildings, and equipment	326,108	9,773	-	-	-	335,881
	<u>(1,028,632)</u>	<u>1,304,884</u>	<u>442,185</u>	<u>140,317</u>	<u>-</u>	<u>858,754</u>
<b>Temporarily restricted:</b>						
Missionary support	1,850,002	-	-	-	-	1,850,002
Projects	1,648,482	-	-	-	-	1,648,482
	<u>3,498,484</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,498,484</u>
<b>Permanently restricted-</b>						
<b>endowments</b>	<u>-</u>	<u>299,335</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>299,335</u>
	<u>2,469,852</u>	<u>1,604,219</u>	<u>442,185</u>	<u>140,317</u>	<u>-</u>	<u>4,656,573</u>
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 3,232,006</u></b>	<b><u>\$ 1,629,469</u></b>	<b><u>\$ 443,896</u></b>	<b><u>\$ 140,317</u></b>	<b><u>\$ (1,711)</u></b>	<b><u>\$ 5,443,977</u></b>

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Supplemental Schedule of Financial Position

	December 31, 2015					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Total
<b>ASSETS:</b>						
Cash and cash equivalents	\$ 1,136,308	\$ 67,525	\$ 410,012	\$ 128,245	\$ -	\$ 1,742,090
Investments	1,944,413	1,378,450	-	-	-	3,322,863
Inventory	20,628	129,192	-	-	-	149,820
Prepaid expenses and other assets	168,447	110,497	-	-	(1,901)	277,043
Land, buildings, and equipment-net	278,799	19,599	-	-	-	298,398
<b>Total Assets</b>	<b>\$ 3,548,595</b>	<b>\$ 1,705,263</b>	<b>\$ 410,012</b>	<b>\$ 128,245</b>	<b>\$ (1,901)</b>	<b>\$ 5,790,214</b>
<b>LIABILITIES AND NET ASSETS:</b>						
<b>Liabilities:</b>						
Accounts payable	\$ 133,205	\$ 44,698	\$ 1,901	\$ -	\$ (1,901)	\$ 177,903
Accrued expenses	695,898	-	-	-	-	695,898
	829,103	44,698	1,901	-	(1,901)	873,801
<b>Net assets:</b>						
<b>Unrestricted:</b>						
Operating	(1,027,420)	1,341,631	-	128,245	-	442,456
Designated for medical fund	-	-	408,111	-	-	408,111
Quasi-endowments	23,716	-	-	-	-	23,716
Equity in land, buildings, and equipment	278,799	19,599	-	-	-	298,398
	(724,905)	1,361,230	408,111	128,245	-	1,172,681
<b>Temporarily restricted:</b>						
Missionary support	1,750,707	-	-	-	-	1,750,707
Projects	1,693,690	-	-	-	-	1,693,690
	3,444,397	-	-	-	-	3,444,397
<b>Permanently restricted-endowments</b>						
	-	299,335	-	-	-	299,335
	2,719,492	1,660,565	408,111	128,245	-	4,916,413
<b>Total Liabilities and Net Assets</b>	<b>\$ 3,548,595</b>	<b>\$ 1,705,263</b>	<b>\$ 410,012</b>	<b>\$ 128,245</b>	<b>\$ (1,901)</b>	<b>\$ 5,790,214</b>

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Supplemental Schedule of Activities

	Year Ended December 31, 2016					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Totals
<b>SUPPORT AND REVENUE:</b>						
Contributions	\$ 9,477,373	\$ 77,027	\$ -	\$ -	\$ (6,830)	\$ 9,547,570
Investment income	156,408	99,915	872	271	-	257,466
Sales revenue	36,858	452,229	-	-	-	489,087
Participant contributions	-	-	774,575	-	(774,575)	-
Other income	53,491	4,938	150	16,094	-	74,673
<b>Total Support and Revenue</b>	<b>9,724,130</b>	<b>634,109</b>	<b>775,597</b>	<b>16,365</b>	<b>(781,405)</b>	<b>10,368,796</b>
<b>EXPENSES:</b>						
Program services						
Missions	7,858,162	690,455	741,523	-	(774,575)	8,515,565
Field operations	67,925	-	-	-	-	67,925
	<b>7,926,087</b>	<b>690,455</b>	<b>741,523</b>	<b>-</b>	<b>(774,575)</b>	<b>8,583,490</b>
Supporting activities:						
Management and general	1,463,261	-	-	4,293	(6,830)	1,460,724
Fund-raising	584,422	-	-	-	-	584,422
	<b>2,047,683</b>	<b>-</b>	<b>-</b>	<b>4,293</b>	<b>(6,830)</b>	<b>2,045,146</b>
<b>Total Expenses</b>	<b>9,973,770</b>	<b>690,455</b>	<b>741,523</b>	<b>4,293</b>	<b>(781,405)</b>	<b>10,628,636</b>
Change in Net Assets	(249,640)	(56,346)	34,074	12,072	-	(259,840)
Net Assets, Beginning of Year	2,719,492	1,660,565	408,111	128,245	-	4,916,413
Net Assets, End of Year	<b>\$ 2,469,852</b>	<b>\$ 1,604,219</b>	<b>\$ 442,185</b>	<b>\$ 140,317</b>	<b>\$ -</b>	<b>\$ 4,656,573</b>

# CAMINO GLOBAL AND CAMINO GLOBAL FOUNDATION

## Supplemental Schedule of Activities

	Year Ended December 31, 2015					
	Camino Operations	Camino Foundation	Medical Fund	Auto Fund	Eliminations	Totals
<b>SUPPORT AND REVENUE:</b>						
Contributions	\$ 9,889,670	\$ 182,569	\$ -	\$ -	\$ (181,412)	\$ 9,890,827
Investment income	(73,539)	(48,139)	1,106	243	-	(120,329)
Sales revenue	54,408	373,013	-	-	-	427,421
Participant contributions	-	-	765,868	-	(765,868)	-
Change in value	1,098	-	-	-	-	1,098
Other income	21,178	-	250	12,880	-	34,308
<b>Total Support and Revenue</b>	<b>9,892,815</b>	<b>507,443</b>	<b>767,224</b>	<b>13,123</b>	<b>(947,280)</b>	<b>10,233,325</b>
<b>EXPENSES:</b>						
Program services						
Missions	7,982,670	474,900	812,285	-	(840,868)	8,428,987
Field operations	82,303	-	-	-	-	82,303
	<b>8,064,973</b>	<b>474,900</b>	<b>812,285</b>	<b>-</b>	<b>(840,868)</b>	<b>8,511,290</b>
Supporting activities:						
Management and general	1,853,777	-	-	1,131	(106,412)	1,748,496
Fund-raising	528,353	-	-	-	-	528,353
	<b>2,382,130</b>	<b>-</b>	<b>-</b>	<b>1,131</b>	<b>(106,412)</b>	<b>2,276,849</b>
<b>Total Expenses</b>	<b>10,447,103</b>	<b>474,900</b>	<b>812,285</b>	<b>1,131</b>	<b>(947,280)</b>	<b>10,788,139</b>
Change in Net Assets	(554,288)	32,543	(45,061)	11,992	-	(554,814)
Net Assets, Beginning of Year	3,273,780	1,628,022	453,172	116,253	-	5,471,227
Net Assets, End of Year	<b>\$ 2,719,492</b>	<b>\$ 1,660,565</b>	<b>\$ 408,111</b>	<b>\$ 128,245</b>	<b>\$ -</b>	<b>\$ 4,916,413</b>