FARM STEW INTERNATIONAL
PRINCETON, ILLINOIS

REPORT OF AUDIT
AS OF
DECEMBER 31,2021 AND 2020

FOOTE and LLOYD
CERTIFIED PUBLIC ACCOUNTANTS
BATTLE CREEK, MICHIGAN

FARM STEW INTERNATIONAL

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**CERTIFIED SPECIALIST
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INDEPENDENT AUDITOR'S REPORT

FARM STEW International
Princeton, Ill

We have audited the accompanying financial statements of FARM STEW International, which comprise the Statement of Financial Position as of December 31,2021 and 2020, and the related Statements of Activities, Statements of Functional Expenses, and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, 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 financial statements.

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of FARM STEW International as of December 31,2021 and 2020, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Foote and Lloyd
CERTIFIED PUBLIC ACCOUNTANTS

Battle Creek, Michigan
October 10, 2022

FARM STEW INTERNATIONAL
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2021
WITH COMPARATIVE TOTALS FOR 2020

	2021	2020
ASSETS		
CURRENT ASSETS		
Cash	753,828	471,193
Prepaid Expenses	1,796	28,358
Total Current Assets	755,624	499,551
FIXED ASSETS		
Furniture & Equipment	1,580	1,580
Accumulated Depreciation	(679)	(53)
Net Fixed Assets	901	1,527
TOTAL ASSETS	756,525	501,078
LIABILITIES AND FUND BALANCE		
CURRENT LIABILITIES		
Accounts Payable	31,732	72,503
Total Current Liabilities	31,732	72,503
Total Liabilities	31,732	72,503
NET ASSETS		
Without Donor Restrictions	624,793	400,839
With Donor Restrictions	100,000	27,736
Total Net Assets	724,793	428,575
TOTAL LIABILITIES & NET ASSETS	756,525	501,078

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
STATEMENT OF ACTIVITIES
DECEMBER 31, 2021

	Without Donor Restrictions	With Donor Restrictions	2021 Totals
Changes in Unrestricted Net Assets			
Revenues and Gains			
Unrestricted Contributions	1,283,763		1,283,763
Restricted Contributions		312,389	312,389
Sales	11,875		11,875
Other Income	792		792
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	240,125	(240,125)	-
Total Revenues, Gains and Other Support	1,536,555	72,264	1,608,819
Expenses			
Program Services	1,118,935	-	1,118,935
General & Administrative	107,099	-	107,099
Fund Raising	86,567	-	86,567
Total Expenses	1,312,601	-	1,312,601
Change in Net Assets	223,954	72,264	296,218
Net Assets at Beginning of Year	400,839	27,736	428,575
Net Assets at End of Year	624,793	100,000	724,793

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
STATEMENT OF ACTIVITIES
DECEMBER 31, 2020

	Without Donor Restrictions	With Donor Restrictions	2020 Totals
Changes in Unrestricted Net Assets			
Revenues and Gains			
Unrestricted Contributions	753,268		753,268
Restricted Contributions		285,717	285,717
Sales & Other	2,929		2,929
Interest	246		246
Net Assets Released from Restrictions			
Satisfaction of Program Restrictions	305,696	(305,696)	-
Total Revenues, Gains and Other Support	1,062,139	(19,979)	1,042,160
Expenses			
Program Services	660,076	-	660,076
General & Administrative	84,783	-	84,783
Fund Raising	75,270	-	75,270
Total Expenses	820,129	-	820,129
Change in Net Assets	242,010	(19,979)	222,031
Net Assets at Beginning of Year	158,829	47,715	206,544
Net Assets at End of Year	400,839	27,736	428,575

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
DECEMBER 31, 2021
WITH COMPARATIVE TOTALS FOR 2020

	Program Services	General & Admin	Fund Raising	2021	2020
Grants	936,558			936,558	567,204
Salaries & Wages	82,784	59,897	34,390	177,071	128,523
Payroll Taxes	6,041	4,768	3,524	14,333	10,766
Retirement	17,865			17,865	6,727
Other Benefits	1,561	14,807	192	16,560	887
Contract Services	23,528	1,275	642	25,445	7,353
Conferences & Meetings	4,167	-	54	4,221	2,077
Bank Charges	999	413	8,662	10,074	8,856
TOT Curriculum Development	19,065	700		19,765	16,189
Legal & Accounting	-	6,564	7,363	13,927	7,609
Office & Supplies	4,546	10,533	1,323	16,402	6,727
Postage & Printing	4,388	1,934	16,281	22,603	24,285
Promotional & Fund Raising	1,371	1,140	7,154	9,665	10,561
Information Technology	258	1,365	3,174	4,797	6,703
Travel	16,064	2,412	3,808	22,284	15,662
Depreciation	-	626		626	
Other	(260)	665	-	405	-
Totals - 2021	1,118,935	107,099	86,567	1,312,601	
- 2020	660,076	84,783	75,270		820,129

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
STATEMENT OF FUNCTIONAL EXPENSES
DECEMBER 31, 2020
WITH COMPARATIVE TOTALS FOR 2019

	Program Services	General & Admin	Fund Raising	2020	2019
Program Expenses	567,204			567,204	206,707
Salaries & Wages	51,983	50,182	26,358	128,523	50,358
Payroll Taxes	4,360	4,192	2,214	10,766	3,690
Retirement	6,727			6,727	1,438
Other Benefits	359	350	178	887	427
Contract Services		7,353		7,353	-
Conferences & Meetings			2,077	2,077	4,302
Bank Charges	908	9	7,939	8,856	4,687
TOT Curriculum Development	16,189			16,189	29,636
Legal & Accounting		7,609		7,609	-
Office & Supplies		6,727		6,727	22,409
Postage & Printing			24,285	24,285	-
Promotional & Fund Raising			10,561	10,561	12,519
Information Technology		6,703		6,703	3,924
Travel	12,346	1,658	1,658	15,662	18,956
Other	-	-	-	-	6,853
Totals - 2020	660,076	84,783	75,270	820,129	
- 2019	287,874	33,625	44,407		365,906

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
STATEMENT OF CASH FLOWS
DECEMBER 31, 2021
WITH COMPARATIVE TOTALS FOR 2020

	2021	2020
Increase (Decrease) In Cash		
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Customers & Others	12,667	1,122
Cash Received From Contributors	1,596,152	1,038,985
Cash Paid to Suppliers & Employees	(1,326,184)	(776,676)
Net Cash Flows From Operating Activities	282,635	263,431
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	-	(1,580)
Net Cash Flows From Investing Activity	-	(1,580)
Net Cash Provided (Used)	282,635	261,851
CASH AT BEGINNING OF YEAR	471,193	209,342
CASH AT END OF YEAR	753,828	471,193

Reconciliation of Net Increase (Decrease) in Net Assets to Net Operating Cash

Change in Net Assets	296,218	222,031
Depreciation	626	53
(Increase) Decrease in Prepaids	26,562	(25,273)
Increase (Decrease) in Current Liabilities	(40,771)	66,620
Net Operating Cash Provided (Used)	282,635	263,431

The Notes to Financial Statements are an integral part of these statements.

FARM STEW INTERNATIONAL
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31,2021 AND 2020

FARM STEW International is an Illinois non-profit corporation located in Princeton, IL. The mission is to improve the health and wellbeing of poor families and vulnerable people by sharing the recipe of abundant life throughout the world.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting. The financial statements of FARM STEW International have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

Basis of Presentation. In August 2016, the Financial Accounting Standards Board issued Accounting Standards Update 2016-14 Not-for-Profit Entities Presentation of Financial Statements of Not-for-Profit Entities. The amendments in this update are designed to improve the presentation of net asset classification requirements and the information presented in financial statements and notes about a not-for-profit entity's liquidity, financial performance, and cash flows. FARM STEW International has adopted the provision as of December 31, 2018.

FARM STEW International presents its financial statements in accordance with FASB ASC Topic 958, Subtopic 210 (FASB ASC 958-210), Presentation of Financial Statements of Not-for-Profit Entities. Under FASB ASC 958-210 FARM STEW International is required to report information regarding its financial position and activities according to the following two classes of net assets:

Net assets without donor restrictions – Net assets that are not subject to stipulations.

Net assets with donor restrictions – Net assets that are subject to stipulations that will be met by actions of FARM STEW International or the passage of time. Substantially all the restrictions on these assets relate to the funds contributed for specific missionary projects throughout the world. These funds are utilized as expenditures are incurred for various projects.

Revenues and gains and losses from operations are reported as changes in net assets without donor restrictions. Expenses are reported as changes in net assets without donor restrictions. Expirations of donor restrictions on net assets are reported as reclassifications between the applicable classes of net assets.

Revenue Recognition. In accordance with the provisions of Financial Accounting Standards Board Accounting Standards Codification Topic 958-605, Not-for-Profit Entities – Revenue Recognition (FASB AC 958-605), unconditional contributions are generally recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Unconditional promises to give (pledges) are recognized as revenues once a valid pledge has been received. The receivable and corresponding revenue are recognized concurrently. Conditional contributions and pledges are recorded when the conditions have been met.

FARM STEW International reports gifts of goods and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit instruction 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 long those long-lived assets must be maintained, FARM STEW International reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – continued

Inventories. Inventories are recorded at cost for the operations of FARM STEW International

Fixed Assets. Fixed Assets used by the corporation are recorded at cost, or in the case of donated equipment, at fair market value as of the date of donation. Depreciation is taken over the assets' estimated useful lives. Equipment is depreciated at various lives from 5-15 years. Buildings are depreciated at 25 years. There are currently no fixed assets in the organization.

The Organization follows the practice of capitalizing all expenditures in excess of $500 for property and equipment at cost. Routine repairs and maintenance are expensed as incurred.

Donated Services, Goods, and Facilities. The value of donated professional services meeting the requirement for recognition in the financial statements was not material and has not been recorded.

Use of Estimates. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Cash and Cash Equivalents. Cash and cash equivalents consist of cash held in various accounts. At year-end and throughout the year, the organization's cash balances were deposited in one bank. Management believes the Organization is not exposed to any significant credit risk on cash and cash equivalents.

Advertising Costs. Advertising costs are expenses as incurred.

Shipping and Handling. Costs are expensed as incurred and shown separately on the financial statement.

Copyrights and Trademarks. FARM STEW International, Inc. has adopted the policy of expensing as current expenses the legal fees of registering its copyrights and trademarks.

Income Taxes. The Organization is a nonprofit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to federal or state income taxes.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

As part of FARM STEW International's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due.

FARM STEW International's financial assets available within one year of the balance sheet date for general expenditures are as follows:

	2021	2020
Cash and cash equivalents	753,828	471,193
Account Receivable	-	-
Financial assets available to meet cash need for expenditures within one year	$ 753,828	$ 471,193

NOTE 3 - CASH & CASH EQUIVALENTS

For the purpose of balance sheet classification, FARM STEW International, Inc. considers all highly liquid investments with a maturity of three months or less when purchased, to be cash equivalents.

The carrying amount reported in the statement of financial position for cash and cash equivalents approximates its fair value.

The Balance Sheet caption "Cash & Equivalents" as of December 31, is comprised of the following:

	2021		2020	
	Carrying Amount	Balance Per Bank	Carrying Amount	Balance Per Bank
Cash on Hand	-	-	-	-
FDIC Insured Deposits	250,000	250,000	250,000	250,000
PayPal	9,844	9,844	15,744	15,744
Uninsured Deposits	493,984	493,984	205,499	221,911
Total	753,828	753,828	471,243	487,655

NOTE 4 - TRADE RECEIVABLES

Accounts receivable consist of trade receivables recorded when sales are made. Allowance for doubtful amounts is based on management's estimates. Currently there are no Accounts Receivable.

NOTE 5 - DEPRECIATION BY ASSET TYPE

	2021	2020
Furniture & Fixtures	626	53
	626	53

NOTE 6 - FEDERAL INCOME TAX

FARM STEW International, Inc. is exempt from Federal Income Tax under Section 501(c) (3) of the Internal Revenue Code. Informational Form 990 is filed annually. It is 501(c) (3) classified by IRS as other than a private foundation.

NOTE 7 - FUNCTIONAL ALLOCATION OF EXPENSE

The costs of providing various programs, fund-raising and other activities have been summarized on a functional basis in the Statement of Functional Expenses. Accordingly, certain costs have been allocated among the programs and fund-raising activities benefited.

NOTE 8 – NET ASSETS WITH DONOR RESTRICTIONS

Restrictions on net assets at December 31, 2021 and 2020, relate to funds contributed for specific projects. These funds are utilized as expenditures incurred for the various projects.
Balances as of December 31:

	2021	2020
Farm Stew-Philippines	100,000	-
Freedom Priorities	0	15,272
Church Women United	0	1,480
Rowanda	0	10,984
Swiss Grants	0	-
	100,000	27,736

NOTE 9- FAIR VALUE OF FINANCIAL INSTRUMENTS

FASB ASC 820-10, *Fair Value Measurements and Disclosures*, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described as follows:

Level 1 Fair Value Measurements: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the company has the ability to access.

Level 2 Fair Value Measurements: Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Fair Value Measurements: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following methods and assumptions were used by the Organization in estimating the fair value of its financial instruments:

The carrying amounts of cash, accounts & bequests receivables, inventory, accounts payable and accrued payroll & payroll taxes approximate fair values due to the short-term nature of these financial instruments.

The carrying values of all the financial instruments are the same as their fair value.

NOTE 10 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 10, 2022, the date the financial statements were available to be issued. As a result of the COVID-19 pandemic there is economic uncertainty for businesses. The company cannot reasonably estimate the economic impact of this event on its operations.