

Project RED

2017 ANNUAL REPORT





ESCUELA CRISTIANA
MARANATHA
CRISTO VIENE



Table of Contents

- 01 A Message from Kara**
- 02 RED's Mission and Vision**
- 03 Our Statement of Faith**
- 06 What is RED?**
- 08 Our Values**
- 09 Impact in 2017**
- 12 Financial Statements**
- 16 Special Thanks**

DEAR FRIENDS,

It's exciting and almost overwhelming to look back on 2017! It was certainly a year to remember, most strongly characterized by a spiritual preparation for transition.

Until recently, we've been a small, unnoticed organization in El Salvador. We've been doing something that no one else cared about or wanted to do. All of our team members have joined because of passion, and we have been going strong and hard for many years, fervently and devotedly working. A few years ago, never would we have thought about a five-year plan; never would we have thought about HR procedures, payscales and other such institutional manners.

But now we've found ourselves in a different position. We are a medium-sized organization, and we are being noticed in the country. We're doing something that no one else is doing and people are really starting to raise their eyebrows about. We have more beneficiaries and more team members. We need more clarity in policies and procedures.

Thankfully, and as always, the Lord places the right people in the perfect place and time in order to show us just what we need. And He never fails to provide the means to get there. The lessons learned and processes Project RED walked through in 2017 have set the stage for growth for a more stable and sustainable future.

We are so very thankful.

And as always, I am so very grateful for each and every one of you. Thank you for believing in this mission. Thank you for believing in our team. Thank you for loving our families down in El Salvador and for helping us to save and restore lives, one by one.

With love & hope,

Kara

Kara Wilson
Founder & Director

A handwritten signature in black ink, appearing to read 'Kara Wilson', written in a cursive style.

MISSION

PROJECT RED is a community, working in partnership with the Salvadoran government to bring lasting change to families in need in El Salvador through actions of REINTEGRATION, EDUCATION & DEVELOPMENT.

VISION

PROJECT RED seeks to pioneer a movement of social programs in El Salvador for families in need, serving as the essential bridge between public policies and the reality of the actual need.



ACT JUSTLY | LOVE MERCY | WALK HUMBLLY



Our statement of faith

We believe in one God and Father, Maker of heaven and earth. We believe in Christ, His resurrected Son, our Lord and Savior. We believe in the Holy Spirit, the manifestation of the living God in us. We believe that Christ was crucified and buried, and that on the third day He rose. We believe in the forgiveness of sins, and in this free gift of salvation He offers us.

We believe that Jesus instructs us to care for the orphans and the widows, for the poor and oppressed. It is from these instructions that we joyfully carry out His kingdom work in El Salvador, seeking no glory for ourselves, but only for His mighty name.

We believe that we believers are the body of the church, and that we must go to the ends of the earth to share the sweet message of Christ in word and deed.



THE HEART OF **RED**
IS THE **TRANSFORMATION** THAT OCCURS
THROUGH AUTHENTIC **RELATIONSHIPS**
WITH OTHERS AND WITH CHRIST.



**WE EXIST TO BRING HOPE TO
THE LEAST OF THESE
BY PROTECTING CHILDREN'S BASIC
HUMAN RIGHTS WHILE
EDUCATING AND EMPOWERING
FAMILIES IN EL SALVADOR.**

Project RED works with the families of children who have been living in orphanages and have been placed in the homes of members of their biological families as a result of the LEPINA Law in El Salvador.





Reintegration

We provide for the basic physical and material needs of the children and families we serve. Simultaneously, we facilitate positive emotional environments in the homes, setting the stage for individual transformation and lasting change.

Education

Because access to education in El Salvador is limited, we are able to provide life changing learning opportunities for children, teens and adults and entire family groups.

Development

Due to complexity and diversity of the problems faced by the families at RED, we create and execute individualized intervention plans in order to better the physical, economic, spiritual and emotional conditions of each family.



THANKS TO YOUR SUPPORT



More families like the Ramirez family were able to receive new homes and home improvements in 2017. Geovany is a single mother of two, Eliseo and Tatiana. Until recently, they were living as squatters in a makeshift shack.

RED helped to provide them with a home of their own, and has taught them about how the only real hope we have is in Jesus Christ.



Most of the children we serve, like Josué, have suffered trauma.

These children need psychological and clinical support, resources that are normally inaccessible for in countries like El Salvador. Our psychologists work closely with these cases to help both the children and their family members overcome these difficult situations.



THANKS TO YOUR SUPPORT:

Many kids like Jessica were able to go to school because of their scholarships. **Jessica finished high school and graduated with honors!**

Jessica's mother died of AIDS several years ago. Had it not been for the scholarship that Project RED provided, she would not have been able to go to high school.

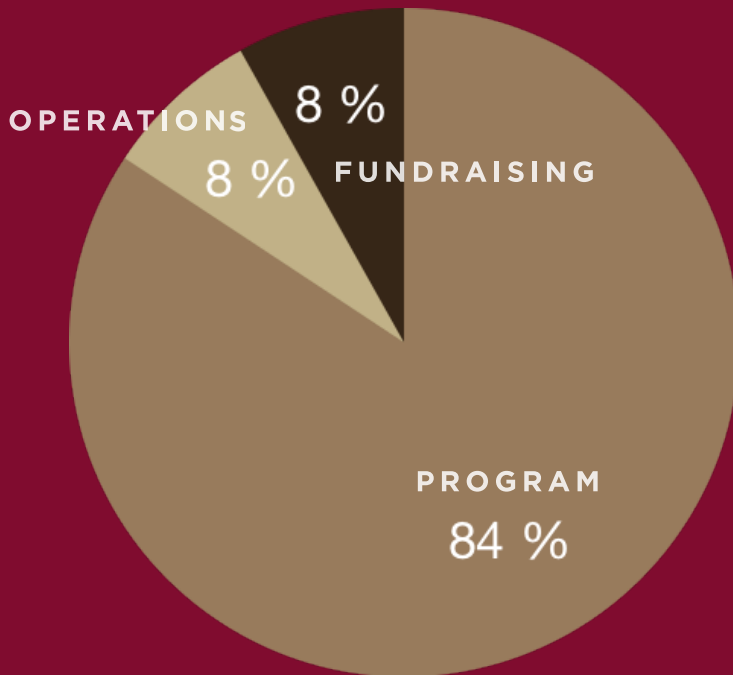
In January 2018, Jessica began her first semester of college. **RED has inspired her to become a Social Worker!**



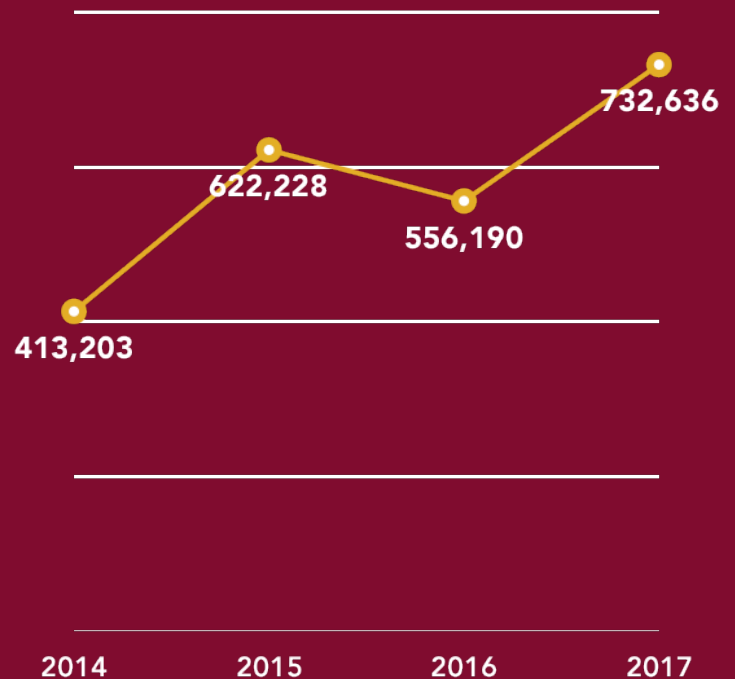
TOTAL 2017 BUDGET:
\$625,000

TOTAL 2017 EXPENSES:
\$623,452

TOTAL EXPENSES 2017



INCOME



Thanks to your support

in 2017 we were able to touch the lives of
435 people from **93** families.

PROJECT RED FOUNDATION

Compiled Combined Financial Statements

December 31, 2017

AKIN, DOHERTY, KLEIN & FEUGE, P.C.
Certified Public Accountants

PROJECT RED FOUNDATION
Combined Statement of Financial Position
December 31, 2017

ASSETS

Current Assets:

Cash	\$ 270,133
Accounts receivable	416
Prepaid expense	2,667
Total current assets	<u>273,216</u>

Property and Equipment:

Land	25,000
Building and improvements	104,998
Furniture & fixtures	20,492
Vehicles	56,047
Other equipment	3,976
Tools	2,182
Total property and equipment	<u>212,695</u>
Less accumulated depreciation	<u>(45,570)</u>
Net property and equipment	<u>167,125</u>

Total Assets	<u><u>\$ 440,341</u></u>
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LIABILITIES AND NET ASSETS

Current Liabilities:

Other current liabilities	\$ 5,484
Funds in trust	6,076
Total current liabilities	<u>11,560</u>

Net Assets	<u>428,781</u>
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Total Liabilities and Net Assets	<u><u>\$ 440,341</u></u>
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See accountant's compilation report and selected notes to compiled combined financial statements.

PROJECT RED FOUNDATION
Combined Statement of Activities and Functional Expenses
Year Ended December 31, 2017

Revenues:

Contributions	\$ 704,781
In-kind contributions	17,217
Fundraising income	9,950
Interest income	698
Total revenues	<u>732,646</u>

Expenses:

Management and general expenses:

Operating	38,154
Professional fees	3,563
Occupancy	2,894
IT	1,492
Travel	264
Finance expense	937
Total management and general expense	<u>47,304</u>

Program expenses:

Salaries and wages	171,354
Professional fees	40,980
Taxes	21,705
Travel	3,036
Other benefits	18,248
Supplies	13,440
Utilities	7,552
Maintenance	11,978
Insurance	4,072
Depreciation	14,595
Office expense	15,778
Operating	15,068
Occupancy	15,296
Other	5,974
Reintegration	56,794
Education	25,566
Development	55,268
Family schools	4,492
Vocational workshops	8,357
Events	15,800
Meals	190
Total program expenses	<u>525,543</u>

Fundraising expenses

50,605

Total expenses

623,452

Change in Net Assets

109,194

Net Assets at Beginning of Year

319,587

Net Assets at End of Year

\$ 428,781

See accountant's compilation report and selected notes to compiled combined financial statements.

PROJECT RED FOUNDATION
Combined Statement of Cash Flows
Year Ended December 31, 2017

Operating Activities	
Change in net assets	\$ 109,194
Adjustment to reconcile changes in net assets to net cash provided by operating activities:	
Depreciation	14,595
Changes in operating assets and liabilities	
Accounts receivable	147
Prepaid expense	(2,667)
Accounts payable	428
Funds in trust	6,076
Net cash provided by operating activities	<u>127,773</u>
Investing Activities	
Acquisition of fixed assets	(109,938)
Net cash (used) by investing activities	<u>(109,938)</u>
Net change in cash and cash equivalents	17,835
Cash and cash equivalents at beginning of year	<u>252,298</u>
Cash and Cash Equivalents at End of Year	<u><u>\$ 270,133</u></u>

See accountant's compilation report and selected notes to compiled combined financial statements.

A Special Thanks

**We are so very grateful to each one
who contributed to our work in 2017!**

We'd like to give a special thanks to those who contributed
\$1000 or more:

Primera Iglesia Bautista Church
First Presbyterian Church
State Farm Companies Foundation
University United Methodist Church
Lily Abston
Jackie & Jason Allen
Brian & Jeanette Allison
Steve & Sheryl Bailey
Victoria Banks
Marvalee & Howard Barrett
Irma Beitz
Jenna & Brent Bishop
Micah Bland
Toby Bonham
Andrew Bowser
Jennifer & Justin Brazeal
Candice Carrell
Bob Carroll
Marian & Tom Cates
Chester Cauley
Ann Chandler
Robert and Crystal Childs
Matthew & Cieara Clugston
Ann Coit Smith
Greg & Jeanne Coldewey
Jeremy Cox
Eyleen & Larry Crain
Chad & Jamie Darter
Kaye & Henry Daughtry
Triple Cross Plumbing & Utilities, Ltd
Missy & Bobby Davis
Thomas & Suzi Dayton
Steve & Micki Doubleday
Susan Dudich
Todd & Jennifer Dunn
Misuk Dunne
Brent & Brianna Eilers
Honeyrock Endtime Foundation
Sherry & Martin Fincher
Susan Finck
Dabney & J.C. Fletcher
David & Lisa Flow
Jeff & Glenda Fodge

Gloria's Restaurants/G Rubio Enterprises
(Gloria and Glenda Fuentes)
Ricardo & Jennifer Garcia
Greehey Family Foundation (Bill Greehey)
Steve & Cheryl Green
Daryla & Galen Grund
Craig & Kelly Harlow
Diane Hawkins
Leslie Hayden
Sarah & Jeff Henderson
Pat and Carol Hile
Zach & Emily Hobbs
Richard & Kathy Holt
Karin & Bill Horn
Ken & Amanda Jarman
Brad & Valerie Jauer
Jeff & Kay Jolley
Woodson & Jacqueline Jones
Bryan & Diana Kaiser
Gary & Molly Keener
Lauren & Ryan Kemp
Sarah & Keith Kennington
Share the Light Ministries (Scott & Cynthia King)
Storyline Christian Community
Randall & Danny Kitchen
Darlene Knott
Katherine Korbell Brown
Kendra & Bart Kunkel
F.L. Leavelle
Stephanie & Jason Leavelle
Kay Lemons
Claudia Leon
Debbie Littlestar
Maribel Longoria
Eduardo & Stacy Lorenzana
Max & Denalyn Lucado
Mignon & James Martin
Pamela & Mark McCurley
Geovany & Monica Medina
Fernando & Scarlett Membreno
Stephanie & Shane Menn
Amy & Andy Moreland
Billie & Eddie Morris

A Special Thanks

**We are so very grateful to each one
who contributed to our work in 2017!**

Randy Morris
Wilfredo Murphy
Oak Hills Church
Gregory & Patti Pavlik
Robert J Pierce
Lani & David Popp
Michael & Julianne Posey
Russell Reyes
Nydia Rivera
Brad & Callie Roberson
Kathy & John Rogers
Carrie & Jason Routhier
Kimberly & William Saller
David & Robin Saunders
James & Maria Sayers
Louis & Nancy Scantland
Craig Scott
Christian Care Senior Living Community
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David & Nicola Sheets
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Judy Struve
Lauren & Michael Sturgess
Christyn & Brian Taylor
Valerie & Roger Taylor
Jon & Robin Thompson
Lisa Ann Vance
George & Carolyn Vaughn
Dionides & Eric Vila
Kenneth & Jackie Wallace
Mike Watkins
Tressa Weidner
Tullos Wells
Paul & Margaret Anne Whiteside
John Wikman
James & Natalie Willis
Jeremiah Fund (Jack & Dee Willome)
Jack & Donna Wilson
Randy & Carol Wilson
Sharon & Kenneth Wilson
Lucy's Senior Placement (Lucy Woodard)
Cathy & Justin Young
BY Design Home Staging (Julie Young)
Julie & Eliot Young
Kevin & Cynthia Young
Rachel Zermeno

Thanks to our US Board of Directors!

Crystal Childs
Bobby Davis
Missy Davis
Ashley Espinal
Randall Kitchen
Kendra Kunkel
Javier Medina
Scarlett Membreño
Shane Menn
Stephanie Menn



LOVE
KNOWS NO
BORDERS.

LOVE KNOWS NO BORDERS





