A3

AUDITED FINANCIAL STATEMENTS

SEPTEMBER 30, 2022

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
A3

Opinion

We have audited the accompanying financial statements of A3 (a nonprofit corporation), which comprise the statements of financial position as of September 30, 2022 and 2021, and the related statements of activities, functional expenses, and cash flows for the fiscal years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of A3 as of September 30, 2022 and 2021, and the changes in its net assets and its cash flows for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of A3 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about A3's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 A3's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about A3's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

William Harris C.P.A.

William Harris, CPA
License Number #103005

Arcadia, California
July 6, 2023

A3
STATEMENT OF FINANCIAL POSITION
As of September 30, 2022 and 2021

ASSETS

	2022	2021
CURRENT ASSETS		
Cash	$ 1,038,090	$ 1,338,338
Advances Receivable	152,151	77,750
Accounts Receivable	13,222	1,452
Deposits and Prepaid Expenses	2,604	15,118
TOTAL CURRENT ASSETS	1,206,067	1,432,658
NONCURRENT ASSETS		
Land	562,223	562,223
Building	1,027,506	1,027,506
Furniture and Equipment:	125,236	103,846
Accumulated Depreciation	(677,781)	(646,898)
TOTAL NONCURRENT ASSETS	1,037,184	1,046,677
TOTAL ASSETS	$ 2,243,251	$ 2,479,335

LIABILITIES AND NET ASSETS

	2022	2021
CURRENT LIABILITIES		
Accounts Payable	$ 85,418	$ 31,516
Accrued Liabilities	135,215	206,923
TOTAL CURRENT LIABILITIES	220,633	238,439
NONCURRENT LIABILITIES		
Note Payable - SBA / PPP Loan	-	259,827
TOTAL NONCURRENT LIABILITIES	-	259,827
TOTAL LIABILITIES	220,633	498,266
NET ASSETS		
Net Assets Without Donor Restrictions	873,361	827,049
Net Assets With Donor Restrictions	1,149,257	1,154,020
TOTAL NET ASSETS	2,022,618	1,981,069
TOTAL LIABILITIES AND NET ASSETS	$ 2,243,251	$ 2,479,335

See Accompanying Auditor's Report and Notes.

A3
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT			
Contributions and Grants	$ 538,270	$ 2,048,921	$ 2,587,191
REVENUE AND OTHER INCOME			
Field Support Income	45,205	-	45,205
Foreign Exchange Gain (Loss)	(58,387)	-	(58,387)
Interest and Other Income	27,395	-	27,395
TOTAL REVENUE AND OTHER INCOME	14,213	-	14,213
NET ASSETS WITH DONOR RESTRICTIONS			
Restrictions Satisfied by Payments	2,053,684	(2,053,684)	-
TOTAL PUBLIC SUPPORT, REVENUE, AND OTHER INCOME	2,606,167	(4,763)	2,601,404
OPERATING EXPENSE			
Program Expenses	1,975,796	-	1,975,796
Management and General	420,036	-	420,036
Fundraising	423,850	-	423,850
TOTAL OPERATING EXPENSE	2,819,682	-	2,819,682
CHANGE IN NET ASSETS FROM OPERATING ACTIVITIES	(213,515)	(4,763)	(218,278)
NON-OPERATING ACTIVITIES:			
PPP Loan Forgiveness	259,827	-	259,827
CHANGE IN NET ASSETS FROM NON-OPERATING ACTIVITIES	259,827	-	259,827
CHANGE IN NET ASSETS	46,312	(4,763)	41,549
NET ASSETS - Beginning of the Year	827,049	1,154,020	1,981,069
NET ASSETS - End of the Year	$ 873,361	$ 1,149,257	$ 2,022,618

See Accompanying Auditor's Report and Notes.

A3
STATEMENT OF ACTIVITIES
For the Year Ended September 30, 2021

	Without Donor Restrictions	With Donor Restrictions	Total
PUBLIC SUPPORT			
Contributions and Grants	$ 459,894	$ 2,018,745	$ 2,478,639
REVENUE AND OTHER INCOME			
Enrollment Fees	19,848	-	19,848
Field Support Income	49,125	-	49,125
Foreign Exchange Gain (Loss)	(4,573)	-	(4,573)
Gain on Sale of Equipment	1,052	-	1,052
Interest and Other Income	35,021	-	35,021
TOTAL REVENUE AND OTHER INCOME	100,473	-	100,473
NET ASSETS WITH DONOR RESTRICTIONS			
Restrictions Satisfied by Payments	1,900,860	(1,900,860)	-
TOTAL PUBLIC SUPPORT, REVENUE, AND OTHER INCOME	2,461,227	117,885	2,579,112
OPERATING EXPENSE			
Program Expenses	1,765,747	-	1,765,747
Management and General	385,870	-	385,870
Fundraising	356,501	-	356,501
TOTAL OPERATING EXPENSE	2,508,118	-	2,508,118
CHANGE IN NET ASSETS *FROM OPERATING ACTIVITIES*	(46,891)	117,885	70,994
NON-OPERATING ACTIVITIES:			
PPP Loan Forgiveness	259,800	-	259,800
CHANGE IN NET ASSETS FROM NON-OPERATING ACTIVITIES	259,800	-	259,800
CHANGE IN NET ASSETS	212,909	117,885	330,794
NET ASSETS - Beginning of the Year	614,140	1,036,135	1,650,275
NET ASSETS - End of the Year	$ 827,049	$ 1,154,020	$ 1,981,069

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STATEMENT OF FUNCTIONAL EXPENSES

For the Year Ended September 30, 2022

	Program Activities	Supporting Activities		
	Mission Services	Management & General	Fund-raising	Total Expense
OPERATING EXPENSE				
Salaries & Benefits	$ 1,282,882	$ 296,198	$ 280,691	$ 1,859,771
Travel, Conferences, and Meetings	344,097	29,413	69,001	442,511
Professional Services	78,219	44,683	33,827	156,729
Marketing and Donor Support	31,356	10	25,878	57,244
Depreciation	32,386	10,608	3,481	46,475
Relief & Aid	63,652	-	-	63,652
Insurance	6,143	8,391	267	14,801
Ministry Grants	30,234	-	-	30,234
Office Expense	55,474	14,199	6,627	76,300
Rent & Utilities	26,298	7,167	2,504	35,969
Staff Development	7,215	2,897	-	10,112
Miscellaneous	17,840	6,470	1,574	25,884
TOTAL OPERATING EXPENSE	$ 1,975,796	$ 420,036	$ 423,850	$ 2,819,682

See Accompanying Auditor's Report and Notes.

A3
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended September 30, 2021

	Program Activities	Supporting Activities		
	Mission Services	Management & General	Fund-raising	Total Expense
OPERATING EXPENSE				
Salaries & Benefits	$ 1,275,040	$ 285,478	$ 265,766	$ 1,826,284
Travel, Conferences, and Meetings	100,099	5,770	30,494	136,363
Outside Services	46,874	35,614	25,158	107,646
Marketing and Donor Support	61,434	7,753	19,458	88,645
Depreciation	29,082	6,929	4,271	40,282
Relief & Aid	26,826	-	-	26,826
Insurance	5,955	11,371	448	17,774
Ministry Grants	20,338	-	-	20,338
Office Expense	42,914	17,830	6,427	67,171
Rent & Utilities	26,342	6,849	4,118	37,309
Staff Development	14,123	8,276	361	22,760
Miscellaneous	116,720	-	-	116,720
TOTAL OPERATING EXPENSE	$ 1,765,747	$ 385,870	$ 356,501	$ 2,508,118

See Accompanying Auditor's Report and Notes.

A3
STATEMENT OF CASH FLOWS
For the Year Ended September 30, 2022 and 2021

	2022	2021
CASH FROM OPERATING ACTIVITIES:		
Change in Net Assets	$ 41,549	$ 330,794
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided \ (Used) by Operating Activities:		
Depreciation	46,475	40,282
(Gain) on Sale of Equipment	-	(1,052)
Change in Advances Receivable	(74,401)	(73,158)
Change in Accounts Receivable	(11,770)	3,461
Change in Deposits and Prepaid Expenses	12,514	(12,514)
Change in Accounts Payable	53,902	(11,237)
Change in Accrued Liabilities	(71,708)	38,647
NET CASH PROVIDED \ (USED) BY OPERATING ACTIVITIES	(3,439)	315,223
CASH FROM INVESTING ACTIVITIES:		
Proceeds from Sale of Equipment	-	1,052
Purchase of Property and Equipment	(36,982)	(60,143)
NET CASH PROVIDED \ (USED) BY INVESTING ACTIVITIES	(36,982)	(59,091)
CASH FROM FINANCING ACTIVITIES:		
Net Increase in Note Payable - SBA / PPP Loan	(259,827)	27
NET CASH PROVIDED \ (USED) BY FINANCING ACTIVITIES	(259,827)	27
NET INCREASE \ (DECREASE) IN CASH	(300,248)	256,159
CASH - Beginning of the Year	1,338,338	1,082,179
CASH - Ending of the Year	$ 1,038,090	$ 1,338,338

Supplement Information

	2022	2021
Interest Paid During the Year	$ -	$ -
Taxes Paid During the Year	$ -	$ -

NOTE 1 NATURE OF ORGANIZATION

A3 (the Organization or A3) is incorporated in California under the Nonprofit Religious Corporation Law, exclusively for religious purposes. It is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and Section 23701d of the California Revenue and Taxation Code. On December 22, 2022, the Organization filed amendments with the Secretary of State, changing its name from Asian Access to A3.

A3 exists to identify, develop, and release emerging kingdom leaders to unite the church, multiply leaders and congregations, and extend the transforming power of the Gospel of Jesus Christ. Leader Development and Church Multiplication are the two major programs operated by the Organization.

The Organization is supported primarily through donor contributions solicited by missionary staff and charitable foundation grants. Grants and contributions are received from donors throughout the United States and internationally. Contributions raised as support for projects and by missionaries were 78.8% and 79.5% of total support and revenue in the years ended September 30, 2022 and 2021, respectively. Foundation grants are also a large source of income representing approximately 26.9% and 22.3% in fiscal years ended 2022 and 2021, respectively. A single foundation donor was responsible for total support and revenue of 7.7% and 3.9% in fiscal years ended 2022 and 2021, respectively.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Method of Accounting

These financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

Financial Statement Presentation

Basis of Accounting

The financial statements are presented based on Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 958, *Not-for-Profit Entities*, dated August 2016, and the provisions of the American Institute of Certified Public Accountants (AICPA) "Audit and Accounting Guide for Not-for-Profit Organizations" (the "Guide"). ASC 958-205 was effective January 1, 2018.

Under the provisions of the Guide, net assets and revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of A3 and changes therein are classified as follows:

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Basis of Accounting (continued)

Net assets without donor restrictions: Net assets that are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of A3. A3 Board of Directors may designate assets without restrictions for specific operational purposes from time to time.

All contributions are considered available for unrestricted use, unless specifically restricted by the donor or subject to other legal restrictions.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by the actions of A3 or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

Contributions

Unconditional contributions are recognized when pledged and recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Gifts of cash and other assets are reported with donor-restricted support if they are received with donor stipulations that limit the use of the donated assets. When a restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support. Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Contributions restricted for the acquisition of land, buildings, and equipment are reported as net assets without donor restriction upon acquisition of the assets and the assets are placed in service.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and nonoperating activities. Operating activities consist of those items attributable to A3 ongoing activities. Nonoperating activities are limited to resources that generate return from investments, endowment contributions, financing costs, and other activities considered to be of a more unusual or nonrecurring nature.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents

Cash consists of balances in deposit accounts at financial institutions, primarily a credit union. All unrestricted highly liquid investments with an initial maturity of three months or less are considered to be cash equivalents.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are carried at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statement of activities.

Receivable

Contributions, and grants receivables are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. There was no allowance for uncollectible accounts at September 30, 2022 and 2021.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Pledges Receivable

Contribution revenue is recognized when a donor makes a pledge to give to the Organization that is, in substance, unconditional. Unconditional pledges expected to be collected within one year are reported at net realizable value. Those expected to be collected in more than one year are reported at the present value of their estimated future cash flows. Pledges receivable was $0 for both years, respectively.

Property and Equipment

Property and equipment is recorded at cost or estimated fair value if received by donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Absent donor directions regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service.

Property and equipment are depreciated on the straight-line method over estimated useful lives of 2.5 to 4 years for furniture and equipment and 30 to 40 years for buildings.

Revenue Recognition

A3 adopted Accounting Standards Update (ASU) No. 2018-08, *Not-For-Profit Entities (Topic 958) Clarifying the Scope and Accounting Guidance for Contributions Received and Contributions Made*. The guidance helps distinguish if grants and contracts with resource providers are exchange transactions or contributions. Once a transaction is deemed to be a contribution, the ASU also provides guidance to help determine when a contribution is conditional and evaluates the possibility that a condition will not be met is remote. Unconditional contributions are recognized immediately and classified as either net assets with or without donor restrictions, while conditional contributions received are accounted for a liability until the barriers to entitlement are overcome, at which point the transaction is recognized as unconditional and classified as either net assets with or without restrictions. Results for reporting the years ended September 30, 2022 and 2021 are presented under ASU No. 2018-08.

Under ASU 2018-08, revenue from grants and contracts are considered contributions because the resource provider does not receive commensurate value for the consideration received by A3. The resource provider receives value indirectly through societal benefits. Revenue is recognized when A3 has overcome the right of return/release and barriers which entitle it to the assets.

A3 received a total of $2,587,191 and $2,478,639 of donations and grants for the years ended September 30, 2022 and 2021, respectively.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Contributions

Contribution without donors' restriction are recognized when cash or ownership of donated assets is unconditionally promised to the organization.

Contribution with donors' restriction are recognized as contribution income when cash or ownership of donated assets is unconditionally promised to the Organization and subsequently released to unrestricted net assets when expenses have been incurred in satisfaction of donor-stipulated restrictions. When a restricted donation is recognized, a portion is allocated to unrestricted net assets to offset the cost of processing the transaction.

Reclassifications

Certain accounts in the September 30, 2021 have been reclassified for comparative purposes to conform to the September 30, 2022 presentation in the current year financial statements.

Functional Classification of Expenses

The Organization reports its expenses on a functional basis. Expenses that can be specifically identified as program activities or supporting activities are charged directly to that classification. Other expenses that are common to both classifications are allocated based on various relationships.

The expenses that are allocated including the following:

Expense	Method of Allocation
Salaries & Benefits	Time and Effort
Travel, Conferences, and Meetings	Time and Effort
Staff Development	Time and Effort
Depreciation	Full Time Equivalent
Office Expense	Full Time Equivalent
Outside Services	Full Time Equivalent
Marketing and Donor Support	Full Time Equivalent
Rent & Utilities	Full Time Equivalent
Disaster Relief	Time and Effort
Ministry Grants	Time and Effort

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Advertising Costs

The cost of advertising is expensed when incurred or when the first advertising takes place. The Organization does not participate in direct-response advertising, which requires the capitalization and amortization of related costs.

Recently Adopted Accounting Standards

On January 1, 2022, the Company adopted ASU 2020-05, *Leases (Topic 842)*. The ASU changed the accounting treatment for operating leases by recognizing a lease asset and lease liability at the present value of the lease payments in the balance sheet and disclosing key information about leasing arrangements. By applying the ASU at the adoption date, as opposed to at the beginning of the earliest period presented, the presentation of financial information for periods prior to January 1, 2022, remained unchanged. There was no impact to retained earnings upon adoption of Topic 842.

NOTE 3 LIQUIDITY

A3's financial assets available within one year of the balance sheet date for general expenditure are as follows:

Cash and cash equivalents	$	1,038,090
Accounts receivable, net		165,373
	$	1,203,463

A3's financial assets are all available for general use as of September 30, 2022. The Organization does not have a donor-restricted endowment fund account.

NOTE 4 CONCENTRATION OF CASH

At September 30, 2022, cash was held in accounts at a credit union in which every account is insured up to $250,000. This insurance is provided by a private insurance company. It is not secured by any agency of the United States government. Only the reserves of the insurance company are available to pay any claims. At times during the year, bank deposits may exceed insured limits. As of September 30, 2022, accounts in the United States did not exceed the limits of deposit insurance based on actual bank balances.

NOTE 5 ACCOUNTS RECEIVABLE

A3 has receivables due from another organization with whom it has a partnership-type arrangement. Under the arrangement, A3 pays some expenses of the partner organization's missionaries in Japan. The receivable balances due from the Organization as of September 30, 2022 and 2021 were $13,219 and $1,452 respectively.

NOTE 6 NOTES PAYABLE - PPP

In March 2021, the Organization was informed by its bank that the Small Business Administration (SBA) approved the Organization's request for a second loan amount of $259,827 under the SBA's Paycheck Protection Program (PPP), as authorized under the Coronavirus Aid, Relief, and Economic Security Act (CARES Act). The Organization signed a promissory note for a PPP loan and, in accordance with the CARES Act, the Organization will use the PPP loan proceeds for eligible costs that should result in forgiveness of the PPP loan. On November 4, 2021, the Organization's request for forgiveness on the PPP loan was fully approved and the SBA remitted the forgiven amount to Fountainhead SBF LLC.

NOTE 7 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions represent unspent contributions received with donor-imposed stipulations. These restrictions are removed when funds are expended for the purposes specified. The restrictions consist of the following at September 30:

	2022	2021
Leader Development	$ 855,269	$ 905,189
Missionaries	225,157	165,502
Japan Ministry	37,139	17,797
Disaster Relief	1,000	37,337
Benevolence Fund	30,692	28,195
	$ 1,149,257	$ 1,154,020

NOTE 8 INVESTMENT INCOME

Investment income consisted of $2,598 and $1,907 of interest earned in the years ended September 30, 2022 and 2021, respectively.

NOTE 9 RETIREMENT PLAN

A defined-contribution retirement plan is maintained for qualifying employees. The contribution of A3 is 2% of eligible salaries and a 2% matching contribution. A third-party administrator oversees plan operations and an unrelated trust company maintains custody of plan assets. Employees fully vest in the employer contributions when made. Expense for the years ended September 30, 2022 and 2021 were $47,568 and $43,153, respectively.

NOTE 10 EQUIPMENT LEASES

The Organization rents copying and mailing equipment in Japan and in the Artesia, California office under terms of operating leases in the years ended September 30 are:

2023	$	6,461
2024		5,384
Total	$	11,845

NOTE 11 OFFICE RENTAL

Office space for headquarters facilities is leased in Artesia, California under a lease which expires February 28, 2023. In the month subsequent to the year end, the organization renewed the lease. It calls for monthly base rent payments plus a pro rata share of any increase in building operating costs.

2023	$	15,014
Total	$	15,014

Annual rental payments required under the lease in the years ended September 30 are:

Rent expense for the years ended September 30, 2022 and 2021 was $32,361 and $31,576, respectively.

NOTE 12 INCOME TAXES

The Organization evaluates all significant tax positions as required by generally accepted accounting principles in the United States. As of September 30, 2022, the Organization believes that all its tax positions would be sustainable upon examination by the appropriate taxing jurisdictions. As of September 30, 2022, the Organization's federal returns remain open to examination for the past three years. California returns remain open for four years.

NOTE 13 PARTNERSHIP ARRANGEMENT WITH SIM-USA

A3 and SIM-USA entered into a partnership agreement with the goal of sending more church-planting missionaries to Japan. Under this arrangement, SIM-USA assumes responsibility for recruiting missionaries, as well as the U.S.-based care of those missionaries. A3 retained the responsibility for championing the overall vision in Japan, managing the strategy of missionary deployment there, and providing in-country missionary care.

A3 and SIM-USA are independent and have distinct and separate ministries and boards of directors.

Under this agreement, a number of A3 Japan-based missionaries transferred to SIM-USA. A3 made grants to SIM-USA related to these transferred missionaries totaling $18,734 and $20,338 in the fiscal years ended September 30, 2022 and 2021, respectively.

A3 also received fees from SIM-USA to provide support services in Japan. For the years ended September 30, 2022 and 2021; these fees totaled $38,991 and $44,601, respectively.

NOTE 14 PARTNERSHIP ARRANGEMENT WITH SIM-CANADA

A3 and SIM-Canada entered into a partnership agreement with the goal of sending more church-planting missionaries to Japan. Under this agreement, SIM-Canada assumes responsibility for recruiting missionaries, as well as the care of those missionaries in Canada. A3 retained responsibility for championing the overall vision in Japan, managing the strategy of missionary deployment there, and providing in-country missionary care.

A3 and SIM-Canada are independent and have distinct and separate ministries and boards of directors.

Under this agreement, a number of A3 Japan-based missionaries transferred to SIM-Canada. In prior years, A3 made grants to SIM-Canada related to these transfers. No such transfers were made in the years ended September 30, 2022 and 2021.

A3 receives fees from SIM-Canada to provide support services in Japan. In each of the years ended September 30, 2022 and 2021; these fees totaled $5,896 and $4,524, respectively.

NOTE 15: SUBSEQUENT EVENTS

Events subsequent to September 30, 2022 have been evaluated though July 6, 2023, the date at which the Organization's audited financial statements were available to be issued. No events requiring disclosure have occurred through this date July 6, 2023.