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**To the Board of Directors
Vision of Community Fellowship, Inc.**

In planning and performing our audit of the financial statements of Vision of Community Fellowship, Inc. for the year ended December 31, 2007, in accordance with auditing standards generally accepted in the United States of America, we considered Vision of Community Fellowship, Inc.'s internal control over financial reporting (internal control) as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. Accordingly, we do not express an opinion on the effectiveness of the Company's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified a deficiency in internal control that we consider to be a significant deficiency.

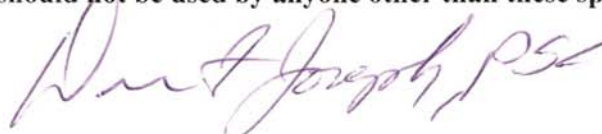
A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the following deficiency to be a significant deficiency in internal control.

The Company does not have a professional employee, CPA, or management with the skills and knowledge to apply generally accepted accounting principles in recording the entity's financial transactions or preparing its financial statements in accordance with such.

Management is aware of this deficiency, but feels the cost of hiring such a person would be prohibitive and therefore hires external professionals to assist in the preparation of financial statements in accordance with generally accepted accounting principles when such statements are required.

This communication is intended solely for the information and use of management, the Board of Directors and others within the organization and is not intended to be and should not be used by anyone other than these specified parties.

March 26, 2008



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Board of Directors
Vision of Community Fellowship, Inc.
Lexington, Kentucky

Independent Auditor's Report

We have audited the accompanying statement of financial position of Vision of Community Fellowship, Inc. as of December 31, 2007, and the related statements of activities, and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Vision of Community Fellowship, Inc. as of December 31, 2007, and the changes in net assets and its cash flows for the year then ended in conformity with accepted accounting principles generally accepted in the United States of America.



Lexington, Kentucky
March 26, 2008

Vision of Community Fellowship, Inc.

Statement of Financial Position

December 31, 2007

ASSETS

Current assets:	
Cash	\$ 38,365
Investments, at fair value (Note 1)	26,947
Other current assets	<u>5,233</u>
 Total assets	 <u>\$ 70,545</u>

LIABILITIES AND NET ASSETS

Current liabilities:	
Accounts payable	\$ 18,286
Accrued liabilities	<u>2,287</u>
 Total liabilities	 <u>20,573</u>
 Net assets:	
Unrestricted	47,667
Temporarily restricted (Note 2)	<u>2,305</u>
 Total net assets	 <u>49,972</u>
	 <u>\$ 70,545</u>

**Vision of Community Fellowship, Inc.
Statement of Activities
for the year ended December 31, 2007**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and other revenue:			
Public support	132,334	2,305	134,639
Investment income	<u>981</u>		<u>981</u>
Total public support and other revenue	133,315	2,305	135,620
Net assets released from donor restrictions	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total support and other revenue	<u>133,315</u>	<u>2,305</u>	<u>135,620</u>
Expenses:			
Salaries	13,000		13,000
Payroll taxes & benefits	29,596		29,596
Travel, conferences & meetings	27,548		27,548
Professional fees & services	37,694		37,694
Telephone	3,171		3,171
Printing & copying	3,340		3,340
Office expenses	2,984		2,984
Postage & shipping	1,693		1,693
Bank charges & fees	1,431		1,431
Membership fees	1,000		1,000
Interest expense	304		304
Organizational development	764		764
Dues & subscriptions	<u>373</u>		<u>373</u>
Total expenses	<u>122,898</u>	<u>-0-</u>	<u>122,898</u>
Increase (decrease) in net assets	10,417	2,305	12,722
Net assets, beginning of year	<u>37,250</u>	<u>-0-</u>	<u>37,250</u>
Net assets, end of year	<u>\$ 47,667</u>	<u>\$ 2,305</u>	<u>\$ 49,972</u>

Vision of Community Fellowship, Inc.

Statement of Cash Flows

for the year ended December 31, 2007

Operating activities:	
Increase (decrease) in net assets	\$ 12,722
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Changes in assets and liabilities:	
(Increase) decrease in other current assets	32,017
Increase (decrease) in accounts payable	18,286
Increase (decrease) in accrued liabilities	<u>2,287</u>
Net cash provided by (used in) operating activities	<u>65,312</u>
Investing activities:	
No activity	<u>-0-</u>
Financing activities:	
No activity	<u>-0-</u>
Net incr. (decr.) in cash and cash equivalents	65,312
Cash and cash equivalents, beginning of year	<u>-0-</u>
Cash and cash equivalents, end of year	<u>\$ 65,312</u>

Vision of Community Fellowship, Inc.

Notes to Financial Statements

1. Summary of Significant Accounting Policies:

Nature of Activities: Vision of Community Fellowship (VOCF) is a humanitarian assistance nonprofit organization. It is a global network called to walk with the poor by giving, receiving and growing in God's Kingdom to transform our lives, communities and world. VOCF aims to organize, facilitate, teach and resource groups who are desirous to aid the poor people of the world by means of community level transformation through teaching and application of the principle of the Vision of Community, i.e., that community, through its churches, leaders and families, can be transformed through application of a biblical world view, mutual love and concern, incarnational examples of transformational living, appropriate technology, appropriate management of financial resources, solidarity, prayer and the help of God.

Promises to Give: Contributions are recognized when the donor makes an unconditional promise to give. All donor restricted assets are separately accounted for in the financial statements as the funds are expended for their restricted purposes or are released as unrestricted assets to be used for any purpose. The Organization uses the allowance method to report uncollectible promises receivable, if any, in the financial statements based upon management's experience and estimate of collectibility of each promise on an individual basis.

Depreciation: Property, plant and equipment, if any, is depreciated using the straight-line method over their estimated useful lives. The Organization capitalizes fixed assets purchased costing \$ 1,000 or more.

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.

Tax Status: Vision of Community Fellowship, Inc. is exempt from federal income tax as an organization described in Section 501 (c) (3) of the Internal Revenue Code. In addition they have been determined by the Internal Revenue Service not to be a "private foundation" within the meaning of Section 509 (a) of the Internal Revenue Code. There was no unrelated business income in each year presented.

Investments: Investments are composed primarily of money market funds and are carried at fair value.

Revenue Recognition: Vision of Community Fellowship, Inc. receives funding from individual contributions and from other non-profit organizations. Funding can be for a variety of ministry and/or facility projects or purchases. Revenue recognition depends on the conditions stated in each contribution.

Vision of Community Fellowship, Inc.

Notes to financial statements, continued

2. Temporarily Restricted Net Assets: Temporarily restricted net assets at December 31, 2007 consist of \$ 2,305 in donations received for specific projects and are not available for general operating expenses.

3. Statement of Cash Flows: The Organization considers all highly liquid debt instruments purchased with a maturity of three months or less when purchased to be cash equivalents. Fair value approximates carrying amounts. Interest paid was \$ 304 for the year ended December 31, 2007.