



Dear Friends:

November 1, 2005

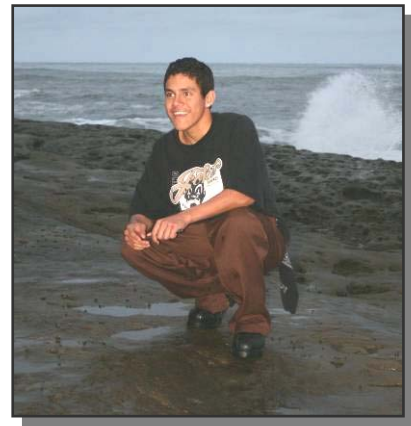
Building a Cycle of Hope ...Being thankful for all you do!

We are all living lives full of our powerful, faithful God, accomplishing His work. Thank you for your continued prayers, sacrifice of time, gifts in kind, and financial giving.

Our new financial year just started October 1st. As this new fiscal year begins, I want to share a recent conversation and provide a brief financial report. Among the hundreds of lives and activities throughout the year, the Lord's grace reaches to each of us individually.

A young man and I were talking recently. He began with our pre-job skills program, Jeremiah Project, almost one year ago. I half-asked and half-commented, "I don't know how people survive without the Lord." His almost immediate response was this;

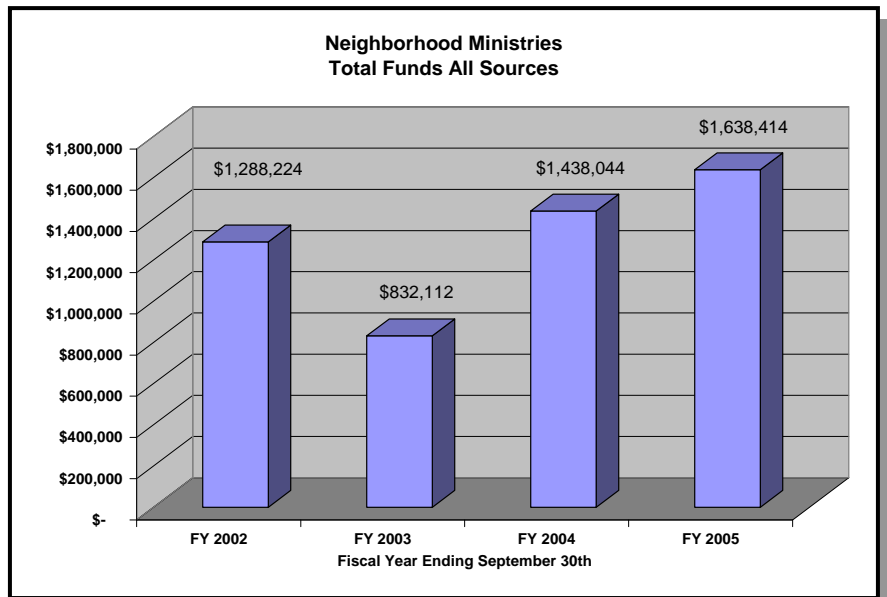
"I can tell you about the dreams..."
 "I can tell you about the struggle..."
 "I can tell you about the emptiness."



Without hope in the midst of struggle, dreams will die in emptiness. It is the tangible expressions of God's love that renew hope.

We look forward to expanding what we are able to do to build the cycle of hope for this coming year. Please be in prayer with us about this. Our gratitude to you for your faithfulness to God's work through Neighborhood Ministries is overwhelming. Your generosity is transforming lives for Jesus. We are privileged to steward the resources which are provided.

- Total funds from all sources were \$1,638,414 for the fiscal year ending September 30, 2005.
- 63% of the funds came through individuals, \$1,025,355.
- General administrative and fundraising costs accounted for 17% of our real financial expenses. *(This percentage would be much lower if we were to put a value on all of the volunteer time and gifts in kind.)*

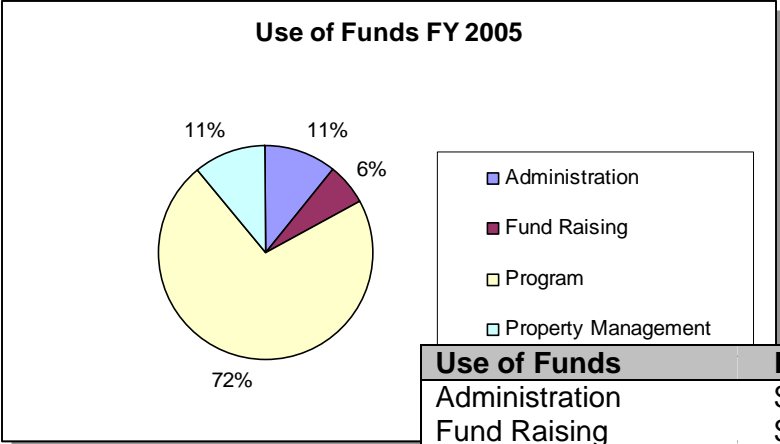




Neighborhood Ministries

- ◆ 16 full time staff
- ◆ 4 part time staff
- ◆ 900+ children, youth, and adults in weekly ministry programs
- ◆ 250+ people attending The Church @ The Neighborhood Center each week
- ◆ 1,000+ volunteers annually

Source of Funds	FY 2005	% of total
Churches	\$ 74,788	5%
Grants / Foundations	\$ 363,541	22%
Individuals	\$ 1,025,355	63%
Rent	\$ 155,117	9%
Other	\$ 19,613	1%
Total	\$ 1,638,414	100%



Use of Funds	FY 2005	% of total
Administration	\$ 158,518	11%
Fund Raising	\$ 87,567	6%
Program	\$1,012,784	71%
Property Management	\$ 159,536	11%
Total	\$1,418,405	100%

If you would like more information about our finances or programs, please request our annual report through the office, 602-252-5225, or our web site: www.nmaz.net. If you would like to talk to me or contact me personally, please don't hesitate to call the office or email me directly, richard.speck@nmaz.net

Thank you!

Richard Speck
Executive Director