

CURAMERICAS GLOBAL, INC.
RALEIGH, NORTH CAROLINA

INDEPENDENT AUDITORS' REPORT
FINANCIAL STATEMENTS
AND
SUPPLEMENTARY INFORMATION

Year ended September 30, 2012

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Curamericas Global, Inc.

We have audited the accompanying statement of financial position of Curamericas Global, Inc. (a nonprofit organization) as of September 30, 2012, and the related statements of activities, functional expenses, 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.

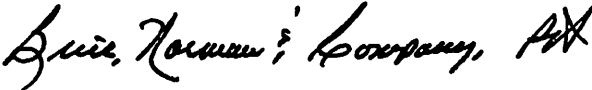
We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and 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 the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides 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 Curamericas Global, Inc. as of September 30, 2012, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 24, 2013, on our consideration of Curamericas Global, Inc.'s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Information for the year ended September 30, 2011 is presented for comparative purposes only and was extracted from the financial statements presented by net asset class for that year, on which an unqualified opinion dated January 3, 2012 was expressed.



Buie, Norman & Company, P.A.
Certified Public Accountants
Fayetteville, North Carolina

February 24, 2013

CURAMERICAS GLOBAL, INC.
STATEMENT OF FINANCIAL POSITION
September 30, 2012
(With comparative totals at September 30, 2011)

	2012	2011
<u>ASSETS</u>		
Current assets:		
Cash	\$ 325,397	\$ 255,189
Accounts receivable	8,124	1,253
Field advances	215,994	-
Prepaid expenses	350	1,255
Total current assets	549,865	257,697
Property and equipment:		
Furniture and equipment	53,901	53,901
	53,901	53,901
Less: accumulated depreciation	44,822	41,253
Net property and equipment	9,079	12,648
Investments, at fair value	48,349	40,661
Total assets	\$ 607,293	\$ 311,006
 <u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 81,042	\$ 18,808
Accrued wages and benefits	14,770	6,975
Unearned revenue	430,330	244,036
Current maturities of long-term debt	18,380	30,050
Total current liabilities	544,522	299,869
Long-term debt	-	18,444
Net assets:		
Unrestricted	(23,008)	(64,489)
Temporarily restricted	57,822	29,225
Permanently restricted	27,957	27,957
Total net assets	62,771	(7,307)
Total liabilities and net assets	\$ 607,293	\$ 311,006

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF ACTIVITIES
Year ended September 30, 2012
(With comparative totals for the Year ended September 30, 2011)

	2012			Total	2011 Total
	Unrestricted	Temporarily restricted	Permanently restricted		
<u>SUPPORT AND REVENUE</u>					
Donations	\$ 571,599	\$ 57,822	\$ -	629,421	\$ 551,822
Federal grants	841,522	-	-	841,522	568,863
Ronald McDonald grant	120,147	-	-	120,147	61,202
Service fees	9,620	-	-	9,620	2,800
Services and materials	189,245	-	-	189,245	229,540
Net assets released from restrictions	29,225	(29,225)	-	-	-
Total support and revenue	<u>1,761,358</u>	<u>28,597</u>	<u>-</u>	<u>1,789,955</u>	<u>1,414,227</u>
<u>EXPENSES</u>					
Program services	1,291,911	-	-	1,291,911	1,191,796
Supporting services:					
Management and general	410,985	-	-	410,985	210,580
Fundraising	24,663	-	-	24,663	44,964
Total expenses	<u>1,727,559</u>	<u>-</u>	<u>-</u>	<u>1,727,559</u>	<u>1,447,340</u>
Change in net assets before other revenue and expenses	<u>33,799</u>	<u>28,597</u>	<u>-</u>	<u>62,396</u>	<u>(33,113)</u>
Other revenue and expenses:					
Interest and dividends	655	-	-	655	930
Market value gain (loss)	7,027	-	-	7,027	1,615
Total other revenue and expenses	<u>7,682</u>	<u>-</u>	<u>-</u>	<u>7,682</u>	<u>2,545</u>
Change in net assets	41,481	28,597	-	70,078	(30,568)
Net assets:					
Beginning of year	<u>(64,489)</u>	<u>29,225</u>	<u>27,957</u>	<u>(7,307)</u>	<u>23,261</u>
End of year	<u>\$ (23,008)</u>	<u>\$ 57,822</u>	<u>\$ 27,957</u>	<u>\$ 62,771</u>	<u>\$ (7,307)</u>

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year ended September 30, 2012
(With comparative totals for the Year ended September 30, 2011)

	Program Services	Supporting Services		Total Expenses	
		Management and General Services	Fundraising	2012	2011
Bank and payroll fees	\$ -	\$ 4,962	\$ -	\$ 4,962	\$ 908
Contract labor - field	106,301	-	-	106,301	-
Depreciation	-	3,569	-	3,569	3,863
Donated services and supplies	180,245	-	-	180,245	227,977
Employee benefits - field	34,704	-	-	34,704	-
Grant and fund development	-	-	2,704	2,704	2,641
Insurance	618	2,471	-	3,089	1,435
Interest	-	2,259	-	2,259	3,718
Lease	-	4,366	-	4,366	3,124
Licenses	-	1,859	-	1,859	2,017
Office	-	6,073	-	6,073	3,436
Office - Liberia	83,319	-	-	83,319	-
USAID repayment	-	63,919	-	63,919	-
Other payroll costs	-	24,721	-	24,721	-
Overseas program costs	210,549	-	-	210,549	510,333
Payroll taxes and fees	38,276	38,502	4,801	81,579	93,815
Postage and printing	2,313	1,157	1,157	4,627	12,831
Professional fees	-	7,750	-	7,750	23,660
Accounting outsourcing	-	48,950	-	48,950	37,825
Recruitment	-	2,889	-	2,889	-
Rent	-	21,885	-	21,885	42,000
Repairs	-	5,305	-	5,305	6,330
Repairs - field	22,488	-	-	22,488	-
Retirement	3,751	3,773	470	7,994	5,440
Telephone and technology	3,705	11,115	-	14,820	16,355
Training	-	14,581	-	14,581	3,815
Travel	56,103	14,026	-	70,129	33,333
Utilities	-	2,284	-	2,284	1,960
Work team expense	82,170	-	-	82,170	92,206
Wages - field	343,532	-	-	343,532	-
Wages	123,837	124,569	15,531	263,937	318,318
	<u>\$ 1,291,911</u>	<u>\$ 410,985</u>	<u>\$ 24,663</u>	<u>\$ 1,727,559</u>	<u>\$ 1,447,340</u>

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
STATEMENT OF CASH FLOWS
Year ended September 30, 2012
(With comparative totals for the Year ended September 30, 2011)

	<u>2012</u>	<u>2011</u>
Cash flows from operating activities:		
Changes in net assets	\$ 70,078	\$ (30,568)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Unrealized (gain) loss on investments	(7,027)	(1,615)
Depreciation	3,569	3,863
(Increase) decrease in:		
Accounts receivable	(6,871)	564
Field advances	(215,994)	-
Prepaid expenses	905	(855)
Increase (decrease) in:		
Accounts payable	62,234	10,907
Accrued wages and benefits	7,795	(973)
Deferred revenue	186,294	207,077
Net cash provided by operating activities	<u>100,983</u>	<u>188,400</u>
Cash flows from investing activities:		
Purchase of investments	(661)	(930)
Proceeds from sale of fixed assets	-	1,365
Capital expenditures	-	(4,189)
Net cash (used in) investing activities	<u>(661)</u>	<u>(3,754)</u>
Cash flows from financing activities:		
Principal payments on line of credit	(30,114)	(28,695)
Net cash (used in) financing activities	<u>(30,114)</u>	<u>(28,695)</u>
Net increase in cash	70,208	155,951
Cash:		
Beginning of year	<u>255,189</u>	<u>99,238</u>
End of year	<u>\$ 325,397</u>	<u>\$ 255,189</u>

See accompanying notes to financial statements.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 1 – ORGANIZATIONAL STRUCTURE AND PURPOSE

Curamericas Global, Inc. (the Organization) is a not-for-profit corporation that partners with underserved communities to make measurable and sustainable improvements in their health and well-being.

A portion of the Organization's activities is conducted through South American, Latin American, Haitian and Liberian not-for-profit institutions. These institutions are legally separate entities working cooperatively to promote health programs. For financial reporting purposes, these institutions are considered to be subrecipients of federal funds. The financial statements of these institutions are not combined with Curamericas Global, Inc.'s financial statements.

During the year ended September 30, 2012 Curamericas Global, Inc. has taken financial control of certain of its projects. These projects are combined with Curamericas Global, Inc.'s financial statements.

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Curamericas Global, Inc. is presented to assist in understanding its financial statements. The financial statements and notes are representations of Curamericas Global, Inc.'s management who is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Basis of Accounting

Curamericas Global, Inc.'s financial statements are prepared on the accrual basis of accounting, recognizing revenues when earned and expenses when incurred. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires within the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Property and Equipment

Property and equipment are stated at historical cost at the date of acquisition. Donated assets are recorded at fair market value at the date of donation. Depreciation is computed using the straight line method over the estimated useful life of the asset. Repairs and maintenance are expensed as incurred and betterments and improvements are capitalized. Management has elected to expense property and equipment forwarded to foreign locations rather than to capitalize and depreciate these assets over their estimated useful lives. Since it is unlikely that these assets could be economically returned for other uses, their costs are reflected as a part of the program expenditures in the year incurred.

Accounts Receivable and Allowance for Doubtful Accounts

Curamericas Global, Inc. considers accounts receivable to be fully collectible at September 30, 2012; therefore, no allowance for doubtful accounts is required.

Investments

The Organization carries investments in marketable securities at their determinable 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.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash

Curamericas Global, Inc. presents its cash flow statements using the indirect method. For purposes of cash flow presentation, the Organization considers demand deposits with financial institutions to be cash.

Income Taxes

Curamericas Global, Inc. files Form 990, *Return of Organization Exempt from Income Tax*. The Organization is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code (IRC). Therefore, no provision for income taxes is made in the accompanying financial statements. In addition, the Internal Revenue Service has determined that Curamericas Global, Inc. is not a "private foundation" within the meaning of §509(a) of the IRC. There was no unrelated business income during the fiscal year.

On October 1, 2009, the Organization adopted the recognition requirements for uncertain income tax positions as required by generally accepted accounting principles, with no cumulative effect adjustment required. Income tax benefits are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities. The Organization has analyzed tax positions taken for filing with the Internal Revenue Service and all state jurisdictions where it operates. The Organization believes that income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse affect on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded any reserves, or related accruals for interest and penalties for income tax positions at September 30, 2012.

The Organization is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress. The Organization believes it is no longer subject to income tax examinations for years prior to 2008.

The Organization's policy is to classify income tax related interest and penalties in interest expense and other expenses, respectively.

Estimates

The presentation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported accounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Functional Allocation

Curamericas Global, Inc. allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program and support service are allocated directly according to their natural expenditure classification. Other expenses that are common to several functions are allocated by various statistical bases.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Statement Presentation

The Organization employs *Financial Statements of Not-for-Profit Organizations*. Under *Financial Statements of Not-for-Profit Organizations*, the Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted net assets. In addition, the Organization presents a statement of cash flows. Temporarily restricted net assets at September 30, 2012 and 2011 were \$57,822 and \$29,225, respectively. Permanently restricted net assets at September 30, 2012 and 2011 were \$27,957 and \$27,957 respectively.

Contributions

Curamericas Global, Inc. also employs *Accounting for Contributions Received and Contributions Made*. In accordance with *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. During the year ended September 30, 2012, donors contributed \$57,822 temporarily restricted for specific use in overseas locations, for support of work teams in these locations and for local purposes.

NOTE 3 – CREDIT CONCENTRATION

Curamericas Global, Inc. is required by *Disclosure of Information about Financial Instruments with Off-Balance-Sheet Risk and Financial Instruments with Concentrations of Credit Risk*, to disclose significant concentrations of credit risk regardless of the degree of risk. The Organization maintains bank deposits in two banks located in Raleigh, North Carolina. Accounts are secured by the Federal Deposit Insurance Corporation up to \$250,000 as of September 30, 2012. At September 30, 2012, bank deposits totaled \$4,126 in one bank and \$322,829 in the second bank. Of those amounts, \$72,829 was uninsured.

NOTE 4 – INVESTMENTS

Investments consist of money market and mutual funds. They are stated at estimated fair value at September 30, 2012.

	Fair Value	Cost basis
Equity security	\$ 1,082	\$ 15
Money market funds	3,992	3,991
Vanguard funds	43,188	38,055
Putnam Growth	87	169
Total	\$ 48,349	\$ 42,230

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 5 – FAIR VALUE MEASUREMENTS

Fair value is defined as the price that Curamericas Global, Inc. would receive upon selling an asset or paid to transfer a liability at the reporting date. Fair value standards established a three-tier hierarchy to maximize the use of observable market data and minimize the use of unobservable inputs, and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing an asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing an asset or liability based on market data obtained from sources independent of the reporting entity. Unobservable inputs are those that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the asset or liability developed based on the best information available.

The three-tier hierarchy of inputs is summarized in the three broad levels listed below:

Level 1 - Valuations based on quoted prices in active markets for identical assets or liabilities;

Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly, and fair value is determined through the use of other valuation methodologies;

Level 3 - Valuations based on inputs that are not observable and significant to the overall fair value measurement, including the Organization's own assumptions in determining the fair value of assets or liabilities.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety. As of September 30, 2012, Curamericas Global Inc.'s assets measured the fair value on a recurring basis were all classified as Level 1 investments.

NOTE 6 – LONG-TERM DEBT

Long-term debt at September 30, 2012 and 2011, consisted of the following:

	2012	2011
Branch Bank & Trust:	\$ 18,380	\$ 48,494
\$100,000 line of credit payable in monthly installments of \$2,650 at 4.75%. Secured by personal guarantees with balance due on April 19, 2013.		
	18,380	48,494
Less: current maturities	18,380	30,050
Total long-term debt:	\$ -	\$ 18,444

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 6 – LONG-TERM DEBT (CONTINUED)

Maturities of long-term debt are as follows:

<u>Year ending September 30,</u> 2013	<u>18,380</u>
	<u>\$ 18,380</u>

NOTE 7 – RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at September 30, 2012:

South America, Latin America, Haiti and Liberia	\$ 57,822
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Permanently restricted net assets consist of endowment fund assets to be held indefinitely. Based on the donor's instructions, Curamericas Global, Inc.'s Directors have discretion in the use of all income earned from endowment assets.

The composition of permanently restricted net assets and changes in net assets as of June 30, 2012 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Balance at October 1, 2011	\$ 12,602	\$ -	\$ 27,957	\$ 40,559
Investment income	6,621		-	6,621
Balance at September 30, 2012	<u>\$ 19,223</u>	<u>\$ -</u>	<u>\$ 27,957</u>	<u>\$ 47,180</u>

NOTE 8 – IN-KIND CONTRIBUTIONS

Donated services consist of building rent, labor, supplies and specialized services by medical personnel. These services would ordinarily be purchased by the Organization. They are recorded at the fair value of the good and service on the date of donation. Goods donated consist of medical supplies for use in Curamericas Global, Inc.'s programs. They are recorded at the fair value of the item on the date of donation. The value of the donated goods and services during the year ended September 30, 2012 was \$189,245. This amount is reflected as revenue within the services and materials income and expense as donated services and supplies in the accompanying financial statements.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 9 – LEASE COMMITMENTS

The Organization leases certain equipment and office space for its operations. Total lease and rental payments for the years ended September 30, 2012 and 2011 totaled \$26,251 and \$45,124. Rent during the year is paid to a current Board of Director and is determined to be fair market value. Assuming that Curamericas Global, Inc. maintains its current lease arrangements, minimum lease payments for the next five years will be as follows:

<u>Year ending September 30,</u>	
2013	\$ 16,366
2014	16,366
2015	16,366
2016	16,366
2017	16,366
	<u>\$ 81,830</u>

NOTE 10 – GRANTS

Curamericas Global, Inc. participates in various grant programs to support the Organization's mission. Grant receipts during the fiscal years 2012 and 2011 were as follows:

<u>Grant Program</u>	<u>2012</u>	<u>2011</u>
Department of Health and Human Managed Care Preventive HIV Services for Haitian Women	\$ 378,034	\$ 295,501
US Agency for International Development: Child Survival and Health Grants Program in Liberia	187,116	273,362
Ronald McDonald House Charities: Support of Nehnwaa Child Survival Project	120,147	61,202
US Aid Child Survival and Health Grants Program in Guatemala	276,372	-
	<u>\$ 961,669</u>	<u>\$ 630,065</u>

NOTE 11 – RETIREMENT BENEFIT PLAN

Curamericas Global, Inc. maintains a profit sharing pension plan. The plan invites exempt employees to participate and contribute to a 401(k) fund that is administered by a third party. Curamericas Global, Inc. matches employee contributions up to a maximum of 4% of gross salary. Employer contributions for 2012 and 2011 were \$7,994 and \$5,440, respectively.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2012

NOTE 12 – COMPENSATED ABSENCES

Employees must be full-time, permanent employees to accrue leave. Accrued leave available at September 30, 2012 and 2011 was \$14,770 and \$6,975, respectively, and is included in accrued wages and benefits in the current liabilities section of the statement of financial position.

NOTE 13 - SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid for interest amounted to \$2,259 and \$3,718 during the years ended September 30, 2012 and 2011, respectively.

NOTE 14 - ECONOMIC DEPENDENCY

The Organization received proceeds from federal grants and from significant individual donations. Any significant change in funding from these entities could result in a material change in the Organization's operations.

NOTE 13 - CONTINGENCIES

The Organization has received proceeds from federal and state grants. These grants require the fulfillment of certain conditions as set forth in the instrument of the grant. Failure to fulfill the conditions could result in the refund of grant monies to the grantor agencies. Although that is a possibility, the Organization deems the contingency remote, since by accepting the grants and their terms, it has accommodated the objectives of the Organization to the provisions of the grant.

As of September 30, 2012 the Organization has a payable due to a federal agency of \$63,919 due to a computation error in prior years.

NOTE 16 - SUBSEQUENT EVENTS

Subsequent events have been evaluated through February 24, 2013, which is the date the financial statements were issued.

CURAMERICAS GLOBAL, INC.
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended September 30, 2012

<u>Federal Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<u>Federal Awards:</u>		
Department of Health and Human Services: Managed Care Preventive HIV Services for Haitian Women	93.067	\$ 378,034
US Agency for International Development: Child Survival and Health Grants Program in Liberia	98.001	187,116
US Agency for International Development: Child Survival and Health Grants Program in Guatemala	98.001	276,372
Total Federal expenditures		<u>\$ 841,522</u>



Member AICPA, NCACPA

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON
AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Board of Directors
Curamericas Global, Inc.

We have audited the financial statements of Curamericas Global, Inc. (a nonprofit organization) as of and for the year ended September 30, 2012, and have issued our report thereon dated February 24, 2013. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered Curamericas Global, Inc.'s internal control over financial reporting 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 Curamericas Global, Inc.'s internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A *deficiency in internal control* 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 and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Curamericas Global, Inc.'s financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, others within the entity, the Board of Directors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Buie, Norman & Company, PA

Buie, Norman & Company, P.A.
Certified Public Accountants
Fayetteville, North Carolina

February 24, 2013



**REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT OR
MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL
OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133**

To the Board of Directors
Curamericas Global, Inc.

Compliance

We have audited Curamericas Global, Inc.'s (a nonprofit organization) compliance with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Curamericas Global, Inc.'s major federal programs for the year ended September 30, 2012. Curamericas Global, Inc.'s major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Curamericas Global, Inc.'s management. Our responsibility is to express an opinion on Curamericas Global, Inc.'s compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Curamericas Global, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Curamericas Global, Inc.'s compliance with those requirements.

In our opinion, Curamericas Global, Inc. complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2012.

Internal Control Over Compliance

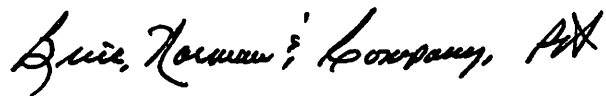
Management of Curamericas Global, Inc. is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Curamericas Global, Inc.'s internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Curamericas Global, Inc.'s internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent,

or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, others within the entity, the Board of Directors, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Buie, Norman & Company, P.A.
Certified Public Accountants
Fayetteville, North Carolina

February 24, 2013

CURAMERICAS GLOBAL, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended September 30, 2012

SECTION 1 - SUMMARY OF AUDIT RESULTS

Financial Statements

Type of auditor's report issued: Unqualified.

Internal control over financial reporting:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified not considered to be material weaknesses? Yes None reported

Noncompliance materials to financial statements noted? Yes No

Internal control over major programs:

- Material weakness(es) identified? Yes No
- Significant deficiency(ies) identified not considered to be material weaknesses? Yes None reported

Type of auditor's report issued on compliance for major programs: Unqualified.

Any audit findings disclosed that are required to be reported in accordance with section 501(a) of OMB Circular A-133? Yes No

Identification of major program(s):

CFDA Number(s)	Title	Grant
93.067	U.S. Dept. of HHS: Managed Care Preventive HIV Services for Haitian Women	\$378,034

The threshold used to distinguish between Type A and Type B programs was \$300,000.

Auditee qualified as low-risk auditee? Yes No

CURAMERICAS GLOBAL, INC.
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended September 30, 2012

SECTION 2 – FINANCIAL STATEMENT FINDINGS

No reportable findings.

SECTION 3 – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

93.067: U.S. Dept of Health & Human Services: Managed Care Preventive HIV Services for Haitian Woman

98.001: US Agency for International Development (US AID): Child Survival and Health Grants Program in Liberia & Guatemala

Finding 2012-1: Reporting Requirements – Submission of Single Audit package to Federal Audit Clearinghouse [Sec 320(a); 2011 Compliance Supplement, Appendix VII]

Condition:	The Organization has not consistently and timely submitted the Single Audit reporting package and data collection form to the Federal Audit Clearinghouse.
Questioned Costs:	None.
Context:	All Single Audits of organizations that receive over \$500,000 of Federal assistance within one fiscal year must submit the audit's reporting package and data collection form to the Federal Audit Clearinghouse.
Effect:	Failure to timely submit the required audit information to the Federal Audit Clearinghouse does not meet the Organization's reporting obligations when receiving Federal assistance over \$500,000 within one fiscal year and could expose the Organization to compliance risk for current and future Federal grants/assistance.
Cause:	Process to submit required information to Federal Audit Clearinghouse was not established.
Recommendation:	The Organization's audit reporting package and data collection form should be submitted to the Federal Audit Clearinghouse within the established deadline. Submission should be executed by an Organization employee or their designee.
Organization input:	Curamericas Global, Inc. agrees with the finding and will establish a procedure to submit the required documentation for future audits to the Federal Audit Clearinghouse within the prescribed deadline. Curamericas Global, Inc. will contact the Clearinghouse to submit all previous reporting packages and data collection forms that have not been submitted.