

CURAMERICAS GLOBAL, INC.
RALEIGH, NORTH CAROLINA

INDEPENDENT AUDITOR'S REPORT
AND
FINANCIAL STATEMENTS

Year ended September 30, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Curamericas Global, Inc.
Raleigh, North Carolina

We have audited the accompanying statement of financial position of Curamericas Global, Inc. (a nonprofit organization) as of September 30, 2016, and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

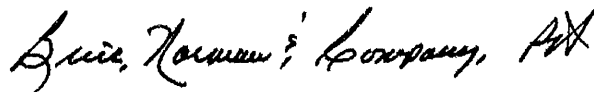
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Curamericas Global, Inc.'s September 30, 2015 financial statements, and we expressed an unmodified audit opinion on those financial statements in our report dated February 22, 2016. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived. The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended September 30, 2015.



BUIE, NORMAN & COMPANY, P.A.
Certified Public Accountants

Fayetteville, North Carolina
February 17, 2017

CURAMERICAS GLOBAL, INC.
STATEMENT OF FINANCIAL POSITION
September 30, 2016
(With Comparative Totals at September 30, 2015)

	2016	2015
<u>ASSETS</u>		
Current Assets:		
Cash	\$ 415,383	\$ 352,980
Accounts Receivable	996	60,506
Field Advances	1,695	10,947
Prepaid Expenses	1,922	-
Total Current Assets	419,996	424,433
Property & Equipment:		
Buildings	520,000	-
Furniture & Equipment	52,654	52,654
	572,654	52,654
Less: Accumulated Depreciation	57,380	48,514
Net Property & Equipment	515,274	4,140
Investments, at Fair Value	208,526	56,739
Total Assets	\$ 1,143,796	\$ 485,312
 <u>LIABILITIES & NET ASSETS</u>		
Current Liabilities:		
Accounts Payable	\$ 25,030	\$ 26,378
Accrued Wages & Benefits	7,837	7,405
Unearned Revenue	382,390	200,997
Current Portion of Long-Term Debt	12,909	-
Total Current Liabilities	428,166	234,780
Long-Term Debt	500,732	-
Net Assets:		
Unrestricted	37,021	90,018
Temporarily Restricted	43,861	132,557
Permanently Restricted	134,016	27,957
Total Net Assets	214,898	250,532
Total Liabilities & Net Assets	\$ 1,143,796	\$ 485,312

The accompanying notes to the financial statements are an integral part of this statement.

CURAMERICAS GLOBAL, INC.
STATEMENT OF ACTIVITIES
Year Ended September 30, 2016
(With Comparative Totals for the Year Ended September 30, 2015)

	2016			Total	2015 Total
	Unrestricted	Temporarily Restricted	Permanently Restricted		
<u>SUPPORT & REVENUE</u>					
Donations	\$ 161,565	\$ 274,873	\$ 106,059	\$ 542,497	\$ 390,130
Federal Grants	-	-	-	-	525,379
Ronald Mcdonald Grant	319,889	-	-	319,889	234,869
Grants	183,595	-	-	183,595	100,737
Service Fees	-	-	-	-	-
Services & Materials	288,405	-	-	288,405	132,039
Other Revenue	43,385	-	-	43,385	15,513
Net Assets Released from Restrictions	363,569	(363,569)	-	-	-
Total Support & Revenue	<u>1,360,408</u>	<u>(88,696)</u>	<u>106,059</u>	<u>1,377,771</u>	<u>1,398,667</u>
<u>EXPENSES</u>					
Program Services	1,176,992	-	-	1,176,992	1,131,147
Supporting Services:					
Management & General	218,728	-	-	218,728	203,550
Fundraising	17,283	-	-	17,283	14,890
Total Supporting Services	<u>236,011</u>	<u>-</u>	<u>-</u>	<u>236,011</u>	<u>1,349,587</u>
Total Expenses	<u>1,413,003</u>	<u>-</u>	<u>-</u>	<u>1,413,003</u>	<u>1,349,587</u>
Change in Net Assets before Other Revenue & Expenses	<u>(52,595)</u>	<u>(88,696)</u>	<u>106,059</u>	<u>(35,232)</u>	<u>49,080</u>
Other Revenue (Expenses)					
Market Value Gain (Loss)	(402)	-	-	(402)	38
Total Other Revenue & Expenses	<u>(402)</u>	<u>-</u>	<u>-</u>	<u>(402)</u>	<u>38</u>
Change in Net Assets	(52,997)	(88,696)	106,059	(35,634)	49,118
Net Assets:					
Beginning of Year	90,018	132,557	27,957	250,532	201,414
End of Year	<u>\$ 37,021</u>	<u>\$ 43,861</u>	<u>\$ 134,016</u>	<u>\$ 214,898</u>	<u>\$ 250,532</u>

The accompanying notes to the financial statements are an integral part of this statement.

CURAMERICAS GLOBAL, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended September 30, 2016
(With Comparative Totals for the Year Ended September 30, 2015)

	Program Services	Supporting Services		Total Expenses	
		Management & General	Fundraising	2016	2015
Bank Charges	\$ -	\$ 5,402	\$ -	\$ 5,402	\$ 5,029
Contract Services	124,166	6,535	-	130,701	123,997
Depreciation	-	8,866	-	8,866	1,635
Donated Services & Supplies	282,405	-	-	282,405	120,039
Dues & Memberships	1,744	1,744	-	3,488	4,826
Employee Benefits - Field	9,455	1,051	-	10,506	14,848
Fundraising Expense	-	-	809	809	-
Insurance	9,235	9,234	1,179	19,648	22,569
Interest	-	5,173	-	5,173	-
Lease	1,542	1,542	-	3,084	3,613
Office	11,587	11,586	-	23,173	21,760
Overseas Program Costs	362,631	-	-	362,631	317,163
Payroll Processing Fees	6,701	6,701	-	13,402	14,114
Payroll Taxes	7,547	7,548	963	16,058	16,934
Postage & Printing	4,882	3,661	3,661	12,204	7,815
Professional Fees	3,000	8,500	-	11,500	14,500
Property Tax	-	4,558	-	4,558	-
Accounting Outsourcing	7,839	23,517	-	31,356	30,425
Rent	3,000	3,000	-	6,000	12,000
Repairs	-	5,363	-	5,363	2,757
Retirement	2,803	2,802	295	5,900	5,532
Telephone & Technology	9,977	4,482	-	14,459	18,926
Training	2,679	2,679	-	5,358	6,420
Travel	49,684	12,421	-	62,105	77,830
Utilities	1,082	1,082	-	2,164	2,492
Work Team	139,600	-	-	139,600	19,935
Wages - Field	54,152	-	-	54,152	319,445
Wages	81,281	81,281	10,376	172,938	164,983
Total Expenses	\$ 1,176,992	\$ 218,728	\$ 17,283	\$ 1,413,003	\$ 1,349,587

The accompanying notes to the financial statements are an integral part of this statement.

CURAMERICAS GLOBAL, INC.
STATEMENT OF CASH FLOWS
Year Ended September 30, 2016
(With Comparative Totals for the Year Ended September 30, 2015)

	<u>2016</u>	<u>2015</u>
Cash Flows from Operating Activities:		
Change in Net Assets	\$ (35,634)	\$ 49,118
Adjustments to Reconcile Change in Net Assets to Net to Net Cash Used in Operating Activities:		
Unrealized (Gain) Loss on Investments	402	(38)
Depreciation	8,866	1,635
(Increase) Decrease in:		
Accounts Receivable	59,510	(7,411)
Field Advances	9,252	5,118
Prepaid Expenses	(1,922)	300
Increase (Decrease) in:		
Accounts Payable	(1,348)	14,923
Accrued Wages & Benefits	432	1,273
Deferred Revenue	181,393	144,453
Net Cash Provided by (Used in) Operating Activities	<u>220,951</u>	<u>209,371</u>
Cash Flows from Investing Activities:		
Purchase of Equipment	-	(1,962)
Purchase of Building	(520,000)	-
Purchase of Investments	(152,189)	-
Net Cash (Used in) Investing Activities	<u>(672,189)</u>	<u>(1,962)</u>
Cash Flows from Financing Activities:		
Issuance of Long-Term Debt	520,000	-
Repayment of Long-Term Debt Principal	(6,359)	-
Net Cash Provided by (Used in) Financing	<u>513,641</u>	<u>-</u>
Net Increase (Decrease) in Cash	62,403	207,409
Cash:		
Beginning of Year	<u>352,980</u>	<u>145,571</u>
End of Year	<u>\$ 415,383</u>	<u>\$ 352,980</u>

The accompanying notes to the financial statements are an integral part of this statement.

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

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 not combined with Curamericas Global, Inc.'s financial statements.

During the years ended September 30, 2016 and 2015 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 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, 2016: 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, 2016

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash

Curamericas Global, Inc. presents its cash flow statements using the indirect method. For purposed 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 on the Organization's financial condition, results of operations or cash flows. Accordingly, the Organization has not recorded ant reserves, or related accruals for interest and penalties for income tax positions at September 30, 2016.

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 2013.

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

Estimates

The preparation 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 amounts 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.

FINANCIAL STATEMENT PRESENTATION

The Organization employs *Financial Statements of Not-for-Profit Organizations* . Under *Financial Statements of Not-for-Profit Organizations* , the Ministry reports information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted assets. In addition, the Organization presents a statement of cash flows. Temporarily restricted net assets at September 30, 2016 and 2015 of \$43,861 and \$132,557, respectively. Permanently restricted net assets at September 30, 2016 and 2015 of \$134,016 and \$27,957, respectively.

CURAMERICAS GLOBAL, INC.

NOTES TO FINANCIAL STATEMENTS

September 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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, 2016, donors contributed \$274,873 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, 2016. At September 30, 2016, bank deposits totaled \$6,625 in one bank and \$666,941 in the second bank. Of those amounts, \$416,941 was uninsured.

NOTE 4- INVESTMENTS

Investments consist of money market and mutual funds. They are stated at estimated fair value at September 30, 2016.

	<u>Fair Value</u>	<u>Cost basis</u>
Equity security	\$ -	\$ -
Money market funds	-	-
Merrill Lynch funds	149,578	150,000
Vanguard funds	58,948	45,588
Total	<u>208,526</u>	<u>195,588</u>

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

NOTE 5 - FAIR VALUE MEASUREMENTS

The Organization follows the Financial Accounting Standards Board ASC 820, Fair Value Measurements ("FASB ASC 820"). ASC 820 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (i.e. an exit price). ASC 820 includes a fair value hierarchy that priority to unadjusted quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3).

The three levels of the fair value hierarchy under ASC 820 are described below:

Level 1 - Unadjusted quoted prices in active markets that are accessible to the Garden at the measurement date for identical assets and liabilities.

Level 2 - Inputs other than quoted market prices in active markets for identical assets and liabilities that are observable either directly or indirectly for substantially the full term of the asset or liability. Level 2 inputs include the following: (1) quoted prices for similar assets or liabilities in active markets; (2) quoted prices for identical or similar assets and liabilities that are not active; (3) observable inputs other than quoted prices that are used in the valuation of assets or liabilities (e.g. interest rate and yield curve quotes at commonly quoted intervals); (4) inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 - Unobservable inputs for the assets or liabilities (i.e. supported by little or no market activity). Level 3 inputs include management's own assumption about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk).

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in methodology in recent years.

Common Stocks: Valued at closing price reported on the active market on which the individual securities are traded.

Corporate Bonds: Valued using pricing models maximizing the use of observable inputs for similar securities. This includes basing value on yields currently available on comparable securities of issuers with similar credit ratings.

Mutual Funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Garden are open-end mutual funds that are registered with the Securities and Exchange Commission. The funds are required to publish their daily NAV and to transact at that price. The mutual funds held by the Garden are deemed to be actively traded.

U.S. Government Securities: Valued using price models maximizing the use of observable inputs for similar securities.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Garden believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

CURAMERICAS GLOBAL, INC.

NOTES TO FINANCIAL STATEMENTS

September 30, 2016

NOTE 5 FAIR VALUE MEASUREMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Organizations assets at fair value as of September 30, 2016:

Level 1 Fair Value Measurements - Recurring basis

	Fair Value	Quoted prices at active market (level 1)
Merrill Lynch funds	\$ 149,578	\$ 149,578
Vanguard funds	58,948	58,948
Total	\$ 208,526	\$ 208,526

NOTE 6 - RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at September 30, 2016:

South America, Latin America, Haiti, and Liberia

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 September 30, 2016 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	TOTAL
Balance at October 1, 2015	\$ 28,782	\$ -	\$ 27,957	\$ 56,739
contributions	-	-	106,059	106,059
Investment income	2,209	-	-	2,209
Balance at September 30, 2016	\$ 30,991	\$ -	\$ 134,016	\$ 165,007

Note 7 - 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 the donation. The value of the donated goods and services during the year ended September 30, 2016 was \$288,405. 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, 2016

NOTE 8 - LEASE COMMITMENTS

The Organization leased certain equipment and office space for its operations. Lease and rental payments for the year ended September 30, 2016 totaled \$6,000 and 2015 totaled \$12,000. Rent of \$12,000 during the year was an in kind donation and was determined to be fair market value. During the current year the Organization purchased the building. As a result, in kind rent was calculated for six months. There are no future rental payments.

Curamericas Global, Inc. participates in various grant programs to support the organization's mission. Grant receipts during the fiscal years 2016 and 2015 were as follows:

<u>Grant Program</u>	<u>2016</u>	<u>2015</u>
Ronald McDonald House Charities: Support of Child Survival Project	319,889	234,869
US AID: Child Survival and Health Charities Program in Guatemala	-	525,379
Other Grants: Various Organizations	183,595	100,737
	<u>\$ 503,484</u>	<u>\$ 860,985</u>

NOTE 10 - LONG-TERM DEBT

Long-term debt at September 30, 2016 and 2015 consisted of the following:

	<u>2016</u>	<u>2015</u>
Balletomane, LP	\$ 513,641	\$ -
Note payable in 360 monthly payments of \$1,922 including interest at 2%. Note is secured by building.	513,641	-
Less: current maturities	12,909	-
Total long-term debt	<u>\$ 500,732</u>	<u>\$ -</u>

Maturities of long-term debt are as follows:

2017 (included in current liabilities)	\$ 12,909
2018	12,082
2019	12,326
2020	12,575
2021 and thereafter	463,749
	<u>\$ 513,641</u>

CURAMERICAS GLOBAL, INC.
NOTES TO FINANCIAL STATEMENTS
September 30, 2016

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% gross salary. Employer contributions for 2016 and 2015 were \$5,900 and \$5,532, respectively.

NOTE 12 - COMPENSATED ABSENCES

Employees must be full-time, permanent employees to accrue leave. Accrued leave available at September 30, 2016 and 2015 was \$7,837 and \$7,405 respectively, and is included in accrued wages and benefits in the current liabilities section of the statement of financial position.

NOTE 13- 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 14- 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 the 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.

NOTE 15 - SUBSEQUENT EVENTS

Management and the Organization have evaluated subsequent events for disclosure and/or recognition through the date of the *Independent Auditor's Report*, which is the date the financial statements were available to be issued.