

GLOBAL PARTNERSHIPS

Consolidated Financial Statement
With Independent Auditors' Report

June 30, 2008

Table of Contents

	<i>Page</i>
Independent Auditors' Report	1
Financial Statements:	
Consolidating Balance Sheet	2
Consolidating Statement of Activities	3
Consolidated Statement of Cash Flows	4
Notes to Financial Statements	5 - 11
Supplemental Information:	
Consolidated Statement of Functional Expenses	12

Independent Auditors' Report***Board of Directors
Global Partnerships
Seattle, Washington***Certified Public
Accountants
and Consultants

We have audited the accompanying consolidating balance sheet of Global Partnerships and its subsidiaries (collectively "the Organization") as of June 30, 2008, and the related consolidating statement of activities and consolidated 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. The prior year summarized comparative information has been derived from Global Partnership's 2007 consolidating financial statements and, in our report dated September 11, 2008, we expressed an unqualified opinion on those financial statements.

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 audit provides a reasonable basis for our opinion.

In our opinion, the consolidating financial statements referred to above present fairly, in all material respects, the financial position of the Organization as of June 30, 2008, and the changes in their net assets and their cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the basic consolidating financial statements of the Organization taken as a whole. The consolidated statement of functional expenses for the year ended June 30, 2008 is presented for additional analysis and is not a required part of the basic consolidating financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidating financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidating financial statements taken as a whole.



Certified Public Accountants
Bellevue, Washington
September 11, 2008

GLOBAL PARTNERSHIPS

Consolidating Balance Sheet

June 30, 2008

(With Comparative Totals for 2007)

	<i>Global Partnerships</i>	<i>Global Partnerships Microfinance Fund 2006, LLC</i>	<i>Global Partnerships Microfinance Fund 2005, LLC</i>	<i>GP Fund Management, LLC</i>	<i>Eliminations</i>	<i>2008 Consolidated Total</i>	<i>2007 Consolidated Total</i>
Assets							
Current Assets:							
Cash and equivalents	\$ 2,007,420	\$ 208,557	\$ 408,316	\$ 51,732	\$ -	\$ 2,676,025	\$ 4,288,946
Pledges receivable current, net	1,250,184					1,250,184	92,739
Facility fee receivable	9,893					9,893	11,889
Other receivables	86,121	50,566	960		(6,517)	131,130	78,866
Other assets	25,930					25,930	1,699
Total Current Assets	3,379,548	259,123	409,276	51,732	(6,517)	4,093,162	4,474,139
Pledges receivable	1,068,382					1,068,382	1,396
Facility fee receivable	2,243					2,243	11,665
Investment in LLCs	457,100				(457,100)	-	-
Property and equipment, net	53,819					53,819	50,129
Other assets						-	8,000
Total Assets	\$ 4,961,092	\$ 259,123	\$ 409,276	\$ 51,732	\$ (463,617)	\$ 5,217,606	\$ 4,545,329
Liabilities and Net Assets							
Current Liabilities:							
Accounts payable	\$ 43,892	\$ 7,934	\$ -	\$ -	\$ (6,517)	\$ 45,309	\$ 50,769
Grants payable						-	1,000,000
Long-term debt - current portion			778,750		(86,719)	692,031	-
Accrued liabilities	92,137			51,500		143,637	72,292
Total Current Liabilities	136,029	7,934	778,750	51,500	(93,236)	880,977	1,123,061
Long-term debt		8,245,000	875,000	1,000	(114,281)	9,006,719	10,045,000
Total Liabilities	136,029	8,252,934	1,653,750	52,500	(207,517)	9,887,696	11,168,061
Net Assets/Equity:							
Members' equity		255,000	1,000	100	(256,100)		
Accumulated deficit		(8,248,811)	(1,245,474)	(868)		(9,495,153)	(7,550,453)
Unrestricted net assets	1,939,761					1,939,761	795,532
Temporarily restricted net assets	2,885,302					2,885,302	132,189
Total Net Assets	4,825,063	(7,993,811)	(1,244,474)	(768)	(256,100)	(4,670,090)	(6,622,732)
Total Liabilities and Net Assets	\$ 4,961,092	\$ 259,123	\$ 409,276	\$ 51,732	\$ (463,617)	\$ 5,217,606	\$ 4,545,329

The accompanying notes are an integral part of the consolidating financial statements.

GLOBAL PARTNERSHIPS

Consolidating Statement of Activities
Year Ended June 30, 2008
(With Comparative Totals for 2007)

	<i>Global Partnerships</i>	<i>Global Partnerships Microfinance Fund 2006, LLC</i>	<i>Global Partnerships Microfinance Fund 2005, LLC</i>	<i>GP Fund Management, LLC</i>	<i>Eliminations</i>	<i>2008 Consolidated Total</i>	<i>2007 Consolidated Total</i>
Changes in Unrestricted Net Assets / Net Loss:							
Contributions	\$ 974,332	\$ -	\$ -	\$ -	\$ -	\$ 974,332	\$ 1,054,105
In-kind contributions	389,451					389,451	628,216
Recoverable grant income	13,125	718,972	556,020			1,288,117	361,621
Earned income	354,056			137,393	(259,037)	232,412	418,339
Special event (net of related expenses of \$132,030 - 2008, \$147,546 - 2007)	589,013					589,013	413,929
Other income	61,614	48,096	8,908	25,024	(35,915)	107,727	129,093
Net assets released from restrictions	1,260,484					1,260,484	854,584
Total Unrestricted Revenue and Other Support	3,642,075	767,068	564,928	162,417	(294,952)	4,841,536	3,859,887
Expenses:							
Program services	1,790,394	3,117,538	158,150	163,425	(294,952)	4,934,555	8,257,054
Management and general	182,957					182,957	108,149
Fundraising	524,495					524,495	553,213
Total Expenses	2,497,846	3,117,538	158,150	163,425	(294,952)	5,642,007	8,918,416
Change in Unrestricted Net Assets / Net Loss	1,144,229	(2,350,470)	406,778	(1,008)	-	(800,471)	(5,058,529)
Changes in Temporarily Restricted Net Assets							
Contributions	4,013,597					4,013,597	480,857
Net assets released from restrictions	(1,260,484)					(1,260,484)	(854,584)
Change in Temporarily Restricted Net Assets	2,753,113					2,753,113	(373,727)
Changes in Net Assets	3,897,342	(2,350,470)	406,778	(1,008)	-	1,952,642	(5,432,256)
Beginning of Year Net Assets / Equity							
Members' equity		255,000	1,000	100	(256,100)	-	
Retained earnings (deficit)		(5,898,341)	(1,652,252)	140		(7,550,453)	(1,725,601)
Unrestricted net assets	795,532					795,532	29,209
Temporarily restricted net assets	132,189					132,189	505,916
Total	927,721	(5,643,341)	(1,651,252)	240	(256,100)	(6,622,732)	(1,190,476)
End of Year Net Assets / Equity							
Members' equity		255,000	1,000	100	(256,100)	-	-
Accumulated deficit		(8,248,811)	(1,245,474)	(868)		(9,495,153)	(7,550,453)
Unrestricted net assets	1,939,761					1,939,761	795,532
Temporarily restricted net assets	2,885,302					2,885,302	132,189
Total	\$ 4,825,063	\$ (7,993,811)	\$ (1,244,474)	\$ (768)	\$ (256,100)	\$ (4,670,090)	\$ (6,622,732)

The accompanying notes are an integral part of the consolidating financial statements.

GLOBAL PARTNERSHIPS

Consolidated Statement Of Cash Flows
Year Ended June 30, 2008
(With Comparative Totals for 2007)

	2008	2007
	<i>Consolidated</i>	<i>Consolidated</i>
	<u>Total</u>	<u>Total</u>
Cash Flows from Operating Activities:		
Change in net assets	\$ 1,952,642	\$ (5,432,256)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation and amortization of property and equipment	17,450	22,286
Loss on sale of asset	700	611
Amortization of facility fee	11,418	16,896
Changes in assets and liabilities:		
Pledges receivable	(2,224,431)	297,632
Other receivables	(52,264)	(60,416)
Other assets	(16,231)	47,533
Accounts payable	(5,460)	(261,277)
Accrued liabilities	71,345	(78,104)
Grants payable	(1,000,000)	993,750
Net Cash Used in Operating Activities	<u>(1,244,831)</u>	<u>(4,453,345)</u>
Cash Flows from Investing Activities:		
Purchase of property and equipment	(21,840)	(6,244)
Net Cash Used by Investing Activities	<u>(21,840)</u>	<u>(6,244)</u>
Cash Flows from Financing Activities:		
Proceeds from long-term debt		8,245,000
Payments on long-term debt	(346,250)	
Net Cash (Used in) Provided by Financing Activities	<u>(346,250)</u>	<u>8,245,000</u>
Net Change in Cash	<u>(1,612,921)</u>	<u>3,785,411</u>
Cash balance, beginning of year	4,288,946	503,535
Cash End of Year	<u>\$ 2,676,025</u>	<u>\$ 4,288,946</u>
Supplemental Information:		
Cash paid for interest	<u>\$ 631,257</u>	<u>\$ 252,070</u>

The accompanying notes are an integral part of the consolidating financial statements.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 1 - Nature of Operations and Significant Accounting Policies

Organization and Program Services - Global Partnerships (GP) is a not-for-profit corporation providing leadership in the fight against global poverty through innovative solutions. It invests management expertise and capital in its microfinance partner institutions in Latin America, who in turn make financial services available to people living in poverty. GP's microfinancing partners share its commitment to reaching underserved populations including those in rural areas and women. Beyond micro-loans, GP's microfinance partners enable borrowers to improve their lives with opportunities including financial services, health services and education.

Investment funds, GP Microfinance Fund 2005 (MFF 2005) and GP Microfinance Fund 2006 (MFF 2006), were formed in June 2005 and March 2007, respectively, to serve as investment vehicles to make unsecured term loans to qualified microfinance institutions (MFIs) in Latin America. Investors in the Funds, who purchased notes payable from the Funds or made loans to the Funds, include accredited private investors, development banks, and institutions. At the time of formation, GP contributed \$1,000 in cash and assigned the rights to a \$200,000 recoverable grant to the MFF2005 fund and \$255,000 to the MFF2006 fund, respectively, as capital contributions.

GP Fund Management, LLC (the Fund Management) was formed in June 2005 to provide investment fund management services. Wholly owned by GP, the management responsibilities for the Fund Management are assigned to GP according to the Investment Advisory Services Agreement. GP contributed \$100 in capital contributions at the formation.

The Initiative for Global Development (IGD) was a program of Global Partnerships until January 1, 2007 when it became a separate 501(c)(3) organization. IGD convened interactive forums of international thought leaders to educate government leaders and policymakers about the value of effective global development strategies focused on poverty reduction.

Principles of Consolidation - The consolidated financial statements of Global Partnerships include the accounts of the two microfinance funds and Fund Management, collectively referred to as "the Organization". All inter-company transactions have been eliminated.

Basis of Presentation - Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization or the passage of time.

Permanently Restricted Net Assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. The Organization has no permanently restricted net assets.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 1 - Continued

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled or the stipulated time period has lapsed) are reported as reclassifications between the applicable classes of net assets.

Contributions that the donor requires to be used to acquire long-lived assets (e.g., building improvements, furniture, fixtures and equipment) are reported as temporarily restricted. When the long-lived assets are acquired, the Organization reflects the expiration of the donor-imposed restriction as a reclassification included in net assets released from restrictions.

Cash Equivalents - The Organization considers all highly liquid investments purchased with an original maturity of three months or less to be cash equivalents. These amounts may at times exceed the limits insured by the FDIC.

Pledges Receivable - Unconditional promises to give (pledges) are recognized as revenues in the period they are received. Pledges receivable over periods in excess of one year are recorded net of discounts (the present value component) to reflect the time value of money. Amortization of discounts is included in contribution revenue.

The allowance for doubtful pledges receivable is maintained at a level considered adequate to provide for potential uncollected past due pledges. The adequacy of the allowance is based upon management's evaluation of the quality, character, and inherent risks associated with the pledges.

Property and Equipment - The Organization capitalizes assets with a cost greater than \$1,000 and an estimated useful life of one or more years. Purchased property is carried at cost. Donated property is recorded at market value when received. Depreciation is computed using the straight-line method based on estimated useful lives as follows:

Furniture and fixtures	7 years
Computers and equipment	5 years
Software	5 years
Leasehold improvements	Shorter of term of lease or economic life

Federal Income Tax - The IRS has determined that Global Partnerships is exempt from federal income tax under Internal Revenue Code Section 501(c)(3); accordingly, no provision has been made for federal income tax in the accompanying financial statements. The two investment funds and Fund Management are single member limited liability companies and are disregarded for federal tax purposes.

Concentrations - Financial instruments which potentially subject the Organization to concentrations of credit risk consist of short-term investments, cash, receivables and revenue. The Organization places its cash in high quality financial institutions. At June 30, 2008, the Organization had cash deposits and investments with one bank in excess of the federally insured limit of \$100,000.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 1 - Continued

At June 30, 2008, Global Partnerships had pledges receivable from two donors which represents approximately 46% and 12% of total pledge receivables. At June 30, 2007, Global Partnerships had a pledge receivable from one donor which represents approximately 48% of total pledges receivable. At June 30, 2008 and 2007, the Organization had contributions from one Foundation representing 35% and 21% of total revenues, respectively.

Donated Materials and Services - Global Partnerships periodically receives donated materials and services. Donated goods are recorded at fair market value at the date of receipt. Donated services are recorded only if specific professional expertise is provided or the services are for constructing a fixed asset, in accordance with generally accepted accounting principles. Donated goods and services included in the statement of activities were made up of the following at June 30:

	<u>2008</u>	<u>2007</u>
Professional services	\$ 389,451	\$ 627,518
Event expenses	8,814	13,446
Office equipment	<u> </u>	<u>698</u>
	398,265	641,662
Less amounts included in special event expenses	<u>(8,814)</u>	<u>(13,446)</u>
Total in-kind contributions	<u>\$ 389,451</u>	<u>\$ 628,216</u>

Of the total donated materials and services for the fiscal years ended June 30, 2008 and 2007 of \$8,814 and \$13,446, respectively, were donated for special events. The balance of \$389,451 and \$628,216 for the years ended June 30, 2008 and 2007, respectively, is recorded in in-kind contributions on the consolidating statement of activities.

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

Advertising - Advertising costs are expensed the first time the advertisement appears in the specified media. All other costs are expensed as they are incurred. For the years ended June 30, 2008 and 2007, advertising expenses totaled \$31,131 and \$9,385, respectively.

Use of 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. These affect the reported amounts of assets, liabilities, revenues, and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from these estimates.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 1 - Continued

Comparative Amounts for 2007 - For comparative purposes, the financial statements include certain prior-year summarized information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended June 30, 2007, from which the summarized information was derived.

Note 2 - Pledges Receivable

Pledges receivable consist of the following unconditional promises to give by donors as of June 30:

	<u>2008</u>	<u>2007</u>
Receivables due in one year	\$ 1,260,184	\$ 103,322
Receivables due in next five years	<u>1,117,000</u>	<u>1,396</u>
Gross Pledges Receivable	2,377,184	104,718
Less: allowance for uncollectible pledges	(10,000)	(10,000)
Less: unamortized discount to present value	(48,618)	(583)
Less: current portion, net	<u>(1,250,184)</u>	<u>(92,739)</u>
Total Long-Term Pledges Receivable	<u>\$ 1,068,382</u>	<u>\$ 1,396</u>

Note 3 - Facility Fee Receivable

The Organization leases office space at below market rates. The difference between the market rate and the minimum lease payments required over the term of the lease has been recorded as a receivable and the amortization of this receivable is included in occupancy expense. The facility fees receivable over periods in excess of one year are recorded net of discounts at 5% (the present value component) to reflect the time value of money.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 4 - Property and Equipment

A summary of property and equipment is as follows at June 30:

	<u>2008</u>	<u>2007</u>
Furniture and fixtures	\$ 21,378	\$ 21,378
Computers and equipment	69,543	67,750
Software	15,225	14,360
Leasehold improvements	<u>25,518</u>	<u>25,518</u>
	131,664	129,006
Less accumulated depreciation	<u>(77,845)</u>	<u>(78,877)</u>
Total Property and Equipment	<u>\$ 53,819</u>	<u>\$ 50,129</u>

Note 5 - Recoverable Grants

Included in the Organization's program services expenses for the years ended June 30, 2008 and 2007 are microfinance loans to microfinance institutions in the amount of \$2,450,000 and \$5,700,000, respectively. The loans have been classified as recoverable grant expenses since the recovery is uncertain due to exchange rate risk, borrower risk, foreign currency controls, potential re-lending and other factors.

The Organization received payments totaling \$1,288,117 and \$361,621 on recoverable grants made for the years ended June 30, 2008 and 2007, respectively. The outstanding recoverable grants balance was \$9,750,000 and \$7,696,000 at June 30, 2008 and 2007, respectively.

Note 6 - Earned Revenue

In addition to philanthropic support, GP earns revenue through the creation and management of investment funds. GP has launched two investment funds (MFF 2005 and MFF 2006) securing a total of \$10,501,000 in socially-motivated investment capital of which \$10,354,750 is outstanding as of June 30, 2008. GP receives recoverable grant payments for each of these funds as well as the management fees.

Service agreements with Developing World Markets also provide GP with operating income. As of June 30, 2008, GP has assisted in the placement and advisory of \$23,950,000 (unaudited) in investments in microfinance institutions who share GP's commitment to improving the lives of those living in poverty.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 7 - Long-Term Debt

Long-term debt consists of the following at June 30:

	<u>2008</u>	<u>2007</u>
<i>GP Microfinance Fund 2005:</i> Unsecured notes in the 2005 Fund issued September 2005 with interest payable quarterly at rates of 5.33% and 6.33% per annum, maturity date of September 2010.	\$ 1,653,750	\$ 1,800,000
<i>GP Microfinance Fund 2006:</i> Unsecured notes in the 2006 Fund issued March 2007 with interest payable quarterly at rates of 6.00%, 7.00% and 9.00% per annum, maturity date of March 2012.	3,825,000	3,825,000
Unsecured <u>loan</u> in the 2006 fund issued March 2007 with interest Payable quarterly at a rate of 6.21 % per annum, maturity date March 2012	<u>4,420,000</u>	<u>4,420,000</u>
Total Long-Term Debt	<u>\$ 9,898,750</u>	<u>\$10,045,000</u>

Principal bond maturities are as follows:

<i>Years Ending June 30,</i>	
2009	\$ 778,750
2010	1,570,625
2011	4,457,500
2012	<u>3,091,875</u>
Total	<u>\$ 9,898,750</u>

Investors in the Funds purchased unsecured notes or provided loans to the Funds for the purpose of providing the funds for making unsecured loans to qualified microfinance institutions in Latin America. Additionally, two board members gifted their unsecured notes in the LLC's in the amount of \$200,000. These gifted loans are presented as elimination in the consolidating balance sheet.

GLOBAL PARTNERSHIPS

Notes to Financial Statements

Note 8 - Temporarily Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at June 30:

	<u>2008</u>	<u>2007</u>
Pledges - time restriction	\$ 2,318,566	\$ 44,135
Investment in LLC's	457,100	
Synergy Capital Fund – time and purpose	97,500	50,000
Facility fee receivable – time restriction	12,136	23,554
Central America Youth Initiative - purpose restriction		<u>14,500</u>
	<u>\$ 2,885,302</u>	<u>\$ 132,189</u>

Note 9 - Commitments

Operating Leases - The Organization leases office space under a non-cancelable lease agreement expiring in April 2010. The lease calls for payments of \$7,066 per month with an increase in May 2009 to \$7,773 per month.

The Organization also leases office equipment under non-cancelable operating leases that expire June 2009. The equipment leases call for monthly payments of \$45.

Future minimum rentals as of June 30 under non-cancelable operating leases are as follows:

<i>Years Ending June 30,</i>	
2009	\$ 86,748
2010	<u>77,729</u>
Total minimum rental payments	<u>\$ 164,477</u>

Rent expense for operating leases totaled \$118,333 and \$116,231 for the years ended June 30, 2008 and 2007, respectively.

Note 10 - Retirement Plan

The Organization has a 401(k) retirement plan available to all eligible employees. The Organization makes contributions to the Plan for participants in accordance with requirements specified in the Plan documents. During the years ended June 30, 2008 and 2007, the Organization's contribution to the Plan was \$19,438 and \$2,502, respectively.

Note 11 - Related Parties

The Organization leases its office space from a company that is wholly owned by one of the Organization's board officers. There was no outstanding rent due to the related party as of June 30, 2008 and 2007.

Certain unsecured notes invested in the Organization are held with board members. Two unsecured notes were donated during the year ended June 30, 2008 from two board members (see Note 7).

SUPPLEMENTAL INFORMATION

GLOBAL PARTNERSHIPS

Consolidated Statement Of Functional Expenses

Year Ended June 30, 2008

(With Comparative Totals for 2007)

	<i>Program Services</i>	<i>Management and General</i>	<i>Fundraising</i>	<i>2008 Consolidated Total</i>	<i>2007 Consolidated Total</i>
Wages and salaries	\$ 801,313	\$ 94,611	\$ 257,066	\$ 1,152,990	\$ 1,124,871
Employee benefits	153,173	18,610	21,915	193,698	193,855
Payroll taxes	31,353	5,321	29,600	66,274	73,045
Total Salaries and Related Expenses	985,839	118,542	308,581	1,412,962	1,391,771
Interest	631,257			631,257	252,071
Legal fees	413,343			413,343	619,112
Occupancy	66,432	34,446	63,151	164,029	156,254
Travel and entertainment	144,043	801	4,374	149,218	145,142
Marketing	17,621		55,638	73,259	48,180
Outside consulting	46,114	292	7,019	53,425	176,347
Insurance	30,481	3,361	6,162	40,004	43,971
Contract labor	29,586	2,514	4,609	36,709	49,733
Accounting fees	11,518	8,638	15,837	35,993	30,928
Repairs and maintenance	12,027	3,742	15,274	31,043	32,589
Telephone	23,925	2,115	4,117	30,157	22,952
Postage and shipping	7,302	136	11,178	18,616	13,697
Depreciation	7,749	3,424	6,277	17,450	22,286
Supplies	8,366	2,203	6,225	16,794	19,234
Bank fees	8,726	520	5,692	14,938	8,567
Miscellaneous	11,795	30	1,541	13,366	9,397
Conferences and training	8,388	300	1,675	10,363	12,110
Business taxes	3,856	952	1,746	6,554	8,372
Dues and memberships	848	504	2,239	3,591	2,210
Bad debt	139		2,266	2,405	6,077
Board	700	437	894	2,031	1,709
Total Expenses before Grants	2,470,055	182,957	524,495	3,177,507	3,072,709
Program and recoverable grants	2,464,500			2,464,500	5,845,707
Total Expenses	\$ 4,934,555	\$ 182,957	\$ 524,495	\$ 5,642,007	\$ 8,918,416

See auditors' report.