

FINANCIAL STATEMENTS

HAITI PARTNERS, INC.

June 30, 2015 and 2014

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C O N T E N T S

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October 23, 2015

Board of Directors
Haiti Partners, Inc.
Vero Beach, Florida

Independent Auditor's Report

We have audited the accompanying financial statements of Haiti Partners, Inc. (the Organization), which comprise the statement of financial position as of June 30, 2015, and the related statement 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 Haiti Partners, Inc. as of June 30, 2015, 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 Organization's 2014 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated January 7, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2014, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Hill, Barth & King LLC

Certified Public Accountants

STATEMENTS OF FINANCIAL POSITION

HAITI PARTNERS, INC.

June 30, 2015 and 2014

<u>A S S E T S</u>	<u>2015</u>	<u>2014</u>
<u>CURRENT ASSETS</u>		
Cash and cash equivalents	\$ 150,809	\$ 426,046
Investments - NOTES C AND H	23,496	0
Grants and contributions receivable	0	52,275
Prepaid expenses	0	7,719
TOTAL CURRENT ASSETS	<u>174,305</u>	<u>486,040</u>
<u>PROPERTY AND EQUIPMENT, NET - NOTE D</u>	<u>1,164,860</u>	<u>1,023,006</u>
TOTAL ASSETS	<u><u>\$ 1,339,165</u></u>	<u><u>\$ 1,509,046</u></u>
 <u>LIABILITIES AND NET ASSETS</u>		
<u>CURRENT LIABILITIES</u>		
Accounts payable and accrued liabilities	\$ 18,564	\$ 34,360
Deferred grant revenue	39,250	238,067
TOTAL CURRENT LIABILITIES	<u>57,814</u>	<u>272,427</u>
 <u>NET ASSETS</u>		
Unrestricted	1,269,315	1,180,073
Temporarily restricted - NOTE F	12,036	56,546
TOTAL NET ASSETS	<u>1,281,351</u>	<u>1,236,619</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 1,339,165</u></u>	<u><u>\$ 1,509,046</u></u>

See accompanying notes to financial statements

STATEMENTS OF ACTIVITIES

HAITI PARTNERS, INC.

Year ended June 30, 2015
(with comparative totals for 2014)

	2015			
	Unrestricted	Temporarily Restricted	Total	2014
<u>PUBLIC SUPPORT AND REVENUE</u>				
Contributions and private grants	\$ 600,063	\$ 888,872	\$ 1,488,935	\$ 1,543,598
In-kind contributions - NOTE E	75,144	0	75,144	124,865
Fundraising events, net \$10,637 and \$10,966 of expenses in 2015 and 2014, respectively	30,115	0	30,115	18,011
Investment income (loss)	11	0	11	(2)
Other income	123	0	123	0
Net assets released from donor restrictions	933,382	(933,382)	0	0
TOTAL PUBLIC SUPPORT AND REVENUE	1,638,838	(44,510)	1,594,328	1,686,472
<u>EXPENSES</u>				
Program services:				
Schools	481,483	0	481,483	541,591
Organizations	17,355	0	17,355	87,469
Entrepreneurship	134,269	0	134,269	0
Churches	380,698	0	380,698	341,045
Partners	189,529	0	189,529	161,078
TOTAL PROGRAM SERVICES	1,203,334	0	1,203,334	1,131,183
Supporting services:				
Fundraising	157,521	0	157,521	76,472
Management and general	188,741	0	188,741	129,905
TOTAL SUPPORTING SERVICES	346,262	0	346,262	206,377
TOTAL EXPENSES	1,549,596	0	1,549,596	1,337,560
CHANGES IN NET ASSETS	89,242	(44,510)	44,732	348,912
<u>NET ASSETS</u>				
Beginning of year	1,180,073	56,546	1,236,619	887,707
End of year	\$ 1,269,315	\$ 12,036	\$ 1,281,351	\$ 1,236,619

See accompanying notes to financial statements

STATEMENTS OF FUNCTIONAL EXPENSES

HAITI PARTNERS, INC.

Year ended June 30, 2015

	PROGRAM SERVICES						SUPPORTING SERVICES		
	Schools	Organizations	Entrepreneurship	Churches	Partners	Total Program Services	Fundraising	Management and General	Total
Grants	\$ 134,182	\$ 6,943	\$ 10,539	\$ 212,226	\$ 211	\$ 364,101	\$ 3	\$ 3	\$ 364,107
Wages and benefits	208,198	5,047	89,764	81,315	91,533	475,857	74,592	65,512	615,961
Program costs	23,505	1,023	4,817	38,802	1,036	69,183	4,446	310	73,939
Contract and consulting	5,480	0	0	1,976	3,972	11,428	3,930	2,746	18,104
Travel	40,762	2,178	19,062	15,935	45,352	123,289	13,406	9,366	146,061
Supplies	11,248	244	707	5,636	6,492	24,327	13,593	4,969	42,889
Occupancy costs	5,032	6	278	284	284	5,884	0	22,110	27,994
Promotional and educational materials	3,641	297	783	2,070	9,368	16,159	6,106	4,790	27,055
Communications	13,804	1,331	4,218	8,636	8,261	36,250	2,665	1,954	40,869
Professional fees	13,687	205	1,942	11,575	15,492	42,901	29,055	27,452	99,408
Bank fees	0	0	0	176	0	176	0	9,885	10,061
Fundraising expenses	2,298	0	0	0	3,212	5,510	10,637	134	16,281
Depreciation	16,766	0	0	0	0	16,766	0	19,223	35,989
Insurance	634	0	221	337	383	1,575	216	2,857	4,648
Newsletters and mailings	574	17	0	574	2,515	3,680	8,090	0	11,770
Miscellaneous expenses	1,672	64	1,938	1,156	1,418	6,248	1,419	17,430	25,097
	481,483	17,355	134,269	380,698	189,529	1,203,334	168,158	188,741	1,560,233
Less special event expenses	0	0	0	0	0	0	(10,637)	0	(10,637)
TOTAL	\$ 481,483	\$ 17,355	\$ 134,269	\$ 380,698	\$ 189,529	\$ 1,203,334	\$ 157,521	\$ 188,741	\$ 1,549,596

See accompanying notes to financial statements

STATEMENTS OF FUNCTIONAL EXPENSES (CONTINUED)

HAITI PARTNERS, INC.

Year ended June 30, 2014

	PROGRAM SERVICES					SUPPORTING SERVICES		
	Schools	Organizations	Churches	Partners	Total Program Services	Fundraising	Management and General	Total
Grants	\$ 174,155	\$ 22,879	\$ 205,339	\$ 661	\$ 403,034	\$ 165	\$ 165	\$ 403,364
Wages and benefits	186,863	45,885	70,159	77,225	380,132	45,862	52,838	478,832
Program costs	59,033	1,596	18,288	767	79,684	(279)	1,343	80,748
Contract and consulting	7,298	0	4,897	10,660	22,855	8,930	5,665	37,450
Travel	48,987	8,739	17,388	35,513	110,627	7,551	7,194	125,372
Supplies	11,258	1,146	4,699	9,729	26,832	3,787	4,082	34,701
Occupancy costs	7,009	605	622	626	8,862	19	21,913	30,794
Promotional and educational materials	9,078	1,224	9,073	7,347	26,722	2,642	3,788	33,152
Communications	10,538	2,785	5,101	5,616	24,040	2,289	2,935	29,264
Professional fees	6,981	2,034	3,876	4,755	17,646	2,915	5,809	26,370
Bank fees	60	26	142	43	271	0	9,309	9,580
Fundraising expenses	3,336	0	0	2,637	5,973	10,966	0	16,939
Depreciation	14,871	0	0	0	14,871	0	10,746	25,617
Insurance	645	215	350	402	1,612	231	2,653	4,496
Newsletters and mailings	0	0	0	3,839	3,839	960	0	4,799
Miscellaneous expenses	1,479	335	1,111	1,258	4,183	1,400	1,465	7,048
	541,591	87,469	341,045	161,078	1,131,183	87,438	129,905	1,348,526
Less special event expenses	0	0	0	0	0	(10,966)	0	(10,966)
TOTAL	\$ 541,591	\$ 87,469	\$ 341,045	\$ 161,078	\$ 1,131,183	\$ 76,472	\$ 129,905	\$ 1,337,560

See accompanying notes to financial statements

STATEMENTS OF CASH FLOWS

HAITI PARTNERS, INC.

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Cash received from public support and revenue	\$ 1,447,775	\$ 1,873,814
Cash paid to suppliers and employees	(1,545,180)	(1,300,302)
Investment income (loss)	<u>11</u>	<u>(2)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>(97,394)</u>	<u>573,510</u>
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Purchase of property and equipment	<u>(177,843)</u>	<u>(385,720)</u>
NET CASH USED IN INVESTING ACTIVITIES	<u>(177,843)</u>	<u>(385,720)</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(275,237)	187,790
<u>CASH AND CASH EQUIVALENTS</u>		
Beginning of year	426,046	238,256
End of year	<u>\$ 150,809</u>	<u>\$ 426,046</u>
<u>SUPPLEMENTAL DISCLOSURE</u>		
Schedule of noncash investing activities:		
Donation of stock	<u>\$ 23,496</u>	<u>\$ 0</u>

See accompanying notes to financial statements

STATEMENTS OF CASH FLOWS (CONTINUED)

HAITI PARTNERS, INC.

Years ended June 30, 2015 and 2014

	<u>2015</u>	<u>2014</u>
<u>RECONCILIATION OF CHANGES IN NET ASSETS</u>		
<u>TO NET CASH PROVIDED BY (USED IN)</u>		
<u>OPERATING ACTIVITIES</u>		
Changes in net assets	\$ 44,732	\$ 348,912
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	35,989	25,617
Contributed stock	(23,496)	0
(Increase) decrease in assets:		
Grants and contributions receivable	52,275	(50,727)
Prepaid expenses	7,719	(7,719)
Increase (decrease) in liabilities:		
Accounts payable and accrued liabilities	(15,796)	34,360
Due to cooperative	0	(15,000)
Deferred grant revenue	(198,817)	238,067
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	<u>\$ (97,394)</u>	<u>\$ 573,510</u>

See accompanying notes to financial statements

NOTES TO FINANCIAL STATEMENTS

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities:

Haiti Partners, Inc. (the Organization), is a not-for-profit corporation which was organized under Internal Revenue Code 501(c)(3) in the State of Florida on October 9, 2008, and began operating on July 1, 2010. The Organization is funded through donations, grants, and fundraising events.

The Organization adheres to the following mission, vision and values:

Mission – Helping Haitians through education.

Vision – We believe Haiti can and will inspire the world, as we join together in God’s story of justice.

Values –

Respect – Respect the dignity, voice and potential of each person.

Collaboration – Collaborate for more effective, productive and joyful partnerships.

Accountability – Be responsible to everyone connected with this work.

Faith – Follow Jesus in pursuit of justice and compassion.

Learning – Learn, improve and share with humility and gratitude.

The Organization expresses its vision, mission and values through 5 programs. These programs offer an integrated approach where success in one supports and enhances success in the others. More information on these programs can be found on its website, www.haitipartners.org.

Quality Schools – Develop schools that help children realize their potential while driving community development and lifelong learning.

Holistic Churches – Mobilize churches to help people engage for justice and deepen in faith.

Organizations – Develop groups, communities, and institutions that thrive by using democratic decision-making practices to address immediate challenges.

Entrepreneurship - Create successful social businesses and cultivate entrepreneurship and business skills.

Partners - Building relationships and understanding among Haitians and Americans to promote mutual growth, deeper faith, and work for the common good.

Financial Statement Presentation:

The Organization reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. The classification depends on the restrictions placed on it by the donor. If the Organization receives donations with restrictions and expends the donation in the same fiscal year, these donations are recorded as unrestricted.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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 June 30, 2014, from which the summarized information was derived.

Use of Estimates:

The preparation of financial statements in conformity with U.S. generally accepted accounting principles 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.

Cash and Cash Equivalents:

The Organization considers highly liquid debt instruments purchased with original maturity dates of three months or less to be cash equivalents.

Property and Equipment:

The Organization capitalizes all long-lived assets with an estimated useful life of three years or more and original cost of \$1,000 or more. Property and equipment are stated at cost or, if donated, at the approximate fair value as of the date of donation. Depreciation is computed using the straight-line method over the estimated useful lives ranging from three to thirty-nine years. Management annually reviews these assets to determine whether carrying values have been impaired. Expenditures for maintenance and repairs are charged to expense as incurred. The estimated useful lives used to compute depreciation are:

Buildings	39 years
Vehicles	5 years
Computers and equipment	3 to 5 years
Furniture and office equipment	5 years

Revenue Recognition:

Contributions

Contributions received are measured at their fair value and are reported as an increase in net assets. The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restriction. Donor restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

The Organization reports gifts of goods and equipment as unrestricted unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

Unconditional promises to give cash over a period of time exceeding one year are recorded at the present value of their estimated future cash flows using a discount rate appropriate for the level of risk involved. Any related interest income is recorded as contribution revenue in the year received.

Revenue Recognition (Continued):

Grants and Contract Revenue

Grants and contract revenue is recognized when the allowable costs as defined by the individual grants and contracts are incurred. Contracts receivable at year end represents costs incurred or services performed, which have not yet been reimbursed by the granting agency.

Donated Materials and Services:

Donated materials and equipment are reflected as contributions at their estimated values at date of receipt. Contributions of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation.

Functional Expense Allocation:

The costs of various programs have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, costs have been allocated among the program and support services based upon function of activity and a percentage of time spent by employees.

Income Taxes:

The Organization is a not-for-profit organization as described in Section 501(c)(3) of the Internal Revenue Code and is exempt from federal income taxes.

Subsequent Events:

Management evaluated all activity of the Organization through October 23, 2015, the date the financial statements were available to be issued, and concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements or notes.

NOTE B - CONCENTRATION OF CREDIT RISK

The Organization maintains its cash balances with one financial institution in Vero Beach, Florida. These balances are insured by the Federal Deposit Insurance Corporation subject to various limits and conditions and during the year balances may fluctuate above and below the limits. Uninsured balances at June 30, 2015 and 2014 were \$8,704 and \$204,897 respectively.

The Organization received grants and contributions from two entities totaling approximately \$453,000 in 2015 and \$782,000 in 2014, which comprises approximately 33% and 43% of net revenue, respectively. As of June 30, 2015 and 2014, the Organization had no accounts receivable from these entities.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE C - INVESTMENTS

Long-term investment, carried at fair value based on quoted prices in active markets, consist of the following as of June 30:

	<u>2015</u>		<u>2014</u>	
	<u>FAIR VALUE</u>	<u>COST</u>	<u>FAIR VALUE</u>	<u>COST</u>
Stock	\$ 23,496	\$ 25,403	\$ 0	\$ 0

The net investment income includes net earnings and net realized and unrealized gains and losses, and is as follows:

	<u>2015</u>	<u>2014</u>
Investment income (loss):		
Investment earnings (losses)	\$ 11	\$ (2)
TOTAL INVESTMENT INCOME (LOSS)	\$ 11	\$ (2)

NOTE D - PROPERTY AND EQUIPMENT

Following is a summary of property and equipment as of June 30:

	<u>2015</u>	<u>2014</u>
Land	\$ 81,703	\$ 81,703
Building and improvements	1,012,272	552,287
Furniture and equipment	11,536	4,734
Vehicles	74,000	23,000
Computers and equipment	29,135	24,589
Construction in progress	37,135	381,625
	<u>1,245,781</u>	<u>1,067,938</u>
Less accumulated depreciation	80,921	44,932
NET PROPERTY AND EQUIPMENT	\$ 1,164,860	\$ 1,023,006

Depreciation expense for the years ended June 30, 2015 and 2014 amounted to \$35,989 and \$25,617, respectively.

The Children's Academy and Learning Center Complex concluded its first phase during a previous fiscal year, with the completion of the first school building and the first and second floors of the learning complex. This project is scheduled to be constructed in phases over a period of sixteen years and is expected to cost a total of \$2,735,000 at completion. The Organization anticipates that financing for the project will come from fundraising/capital campaigns, partnerships with US-based churches, companies, foundations and major donors (individuals) plus grants from international organizations and companies based in Haiti.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE E - IN-KIND CONTRIBUTIONS

The Organization received contributions of services and supplies for which the donor received no value. The contributions of services have been recorded as revenue at their fair value. Below are the services and supplies received for the years ended June 30:

	<u>2015</u>	<u>2014</u>
Architect services	\$ 37,135	\$ 104,856
Rent	20,009	20,009
Website and Logo Design	18,000	0
	<u>\$ 75,144</u>	<u>\$ 124,865</u>

Contributed rent and website and logo design have been expensed in the statements of activities. Contributed architect services were used in the planning of the Children's Academy construction project, and were capitalized as part of the property and equipment in the statements of financial position.

NOTE F - TEMPORARILY RESTRICTED NET ASSETS

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

	<u>2015</u>	<u>2014</u>
Daniel Fignole School	\$ 2,160	\$ 2,160
Micah Scholars Program	0	49,386
School Program	4,876	0
Schools Program Research Project	5,000	5,000
	<u>\$ 12,036</u>	<u>\$ 56,546</u>

Net assets were released from donor restrictions by incurring expenses satisfying the purpose or time restrictions specified by donors as follows for the years ended June 30:

	<u>2015</u>	<u>2014</u>
Children's Academy	\$ 47,353	\$ 70,258
Micah Scholars Program	273,600	341,046
Leaders/Circles of Change	25,710	46,083
Partners Program	28,244	16,193
Entrepreneurship Program	62,750	0
Schools Program	495,725	726,728
	<u>\$ 933,382</u>	<u>\$ 1,200,308</u>

NOTE G - RELATED PARTY TRANSACTIONS

The Organization reimburses one of the co-directors and his family for the cost of lodging and meals incurred for partners staying in his home in Haiti. This arrangement was approved in advance by the Board of Directors for the purposes of providing safe and cost-effective travel for the hundreds of people visiting the Organization's work each year. He and his family are also reimbursed for the cost of providing meals each day to construction workers at the Children's Academy as a portion of their compensation. Reimbursements for the years ended June 30, 2015 and 2014 were \$45,982 and \$66,409, respectively.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE H - FAIR VALUE MEASUREMENTS

FASB ASC 820, Fair Value Measurements, establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

- Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.
- Level 2 - Inputs to the valuation methodology include:
 - Quoted prices for similar assets or liabilities in active markets;
 - Quoted prices for identical or similar assets or liabilities in inactive markets;
 - Inputs other than quoted prices that are observable for the asset or liability;
 - 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 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The following methods and assumptions were used by the Organization in estimating its fair value disclosures for financial instruments:

- Cash and cash equivalents, certificate of deposits, current portion of pledge receivable, grants receivable, accounts payable. The carrying amounts reported in the statement of financial position approximate fair values because of the short maturities of those instruments.
- Long-term unconditional promises to give. The fair value promises to give that are due in more than one year is estimated by discounting expected future cash flows using a .5% rate of return.

The following table presents the Organization's assets measured at fair value on a recurring basis at June 30, 2015:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Stock	\$ 23,496	\$ 0	\$ 0	\$ 23,496

The Organization's held no investments at June 30, 2014.

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

HAITI PARTNERS, INC.

June 30, 2015 and 2014

NOTE N - FAIR VALUE MEASUREMENTS (CONTINUED)

The Organization's investments are subject to various risks, such as interest rate, credit, and overall market volatility risks. Further, due to the level of risks associated with these instruments, it is reasonably possible that changes in the values of these instruments will occur in the near term, and such changes could materially affect the amounts reported in the statements of activities.