

**CURAMERICAS GLOBAL, INC.**  
RALEIGH, NORTH CAROLINA

INDEPENDENT AUDITOR'S REPORT  
FINANCIAL STATEMENTS  
AND  
SUPPLEMENTARY INFORMATION

Year ended September 30, 2014

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## INDEPENDENT AUDITOR'S REPORT

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of Curamericas Global, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2014, 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 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 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, 2014, 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.

***Other Matters***

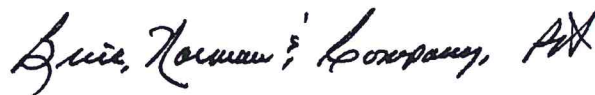
***Other Information***

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, as required by Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis 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 or to the financial statements themselves, and other additional procedures in accordance with auditing standards 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated January 8, 2015, 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* in considering Curamericas Global, Inc.'s internal control over financial reporting and compliance.

Information for the year ended September 30, 2013 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 February 28, 2014 was expressed.



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

January 8, 2015

**CURAMERICAS GLOBAL, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
September 30, 2014  
(With comparative totals at September 30, 2013)

	2014	2013
<u>ASSETS</u>		
Current assets:		
Cash	\$ 145,571	\$ 344,247
Accounts receivable	53,095	40,405
Field advances	16,065	-
Prepaid expenses	300	354
Total current assets	215,031	385,006
Property and equipment:		
Furniture and equipment	50,692	50,692
	50,692	50,692
Less: accumulated depreciation	46,879	44,418
Net property and equipment	3,813	6,274
Investments, at fair value	56,701	63,129
Total assets	\$ 275,545	\$ 454,409
<u>LIABILITIES AND NET ASSETS</u>		
Current liabilities:		
Accounts payable	\$ 11,455	\$ 80,898
Accrued wages and benefits	6,132	3,529
Unearned revenue	56,544	220,183
Total current liabilities	74,131	304,610
Net assets:		
Unrestricted	84,009	72,295
Temporarily restricted	89,448	49,547
Permanently restricted	27,957	27,957
Total net assets	201,414	149,799
Total liabilities and net assets	\$ 275,545	\$ 454,409

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

**CURAMERICAS GLOBAL, INC.**  
**STATEMENT OF ACTIVITIES**  
Year ended September 30, 2014  
(With comparative totals for the Year ended September 30, 2013)

	2014			Total	2013 Total
	Unrestricted	Temporarily restricted	Permanently restricted		
<b><u>SUPPORT AND REVENUE</u></b>					
Donations	\$ 250,946	\$ 67,679	\$ -	318,625	\$ 591,098
Federal grants	598,131	-	-	598,131	888,725
Ronald McDonald grant	342,146	-	-	342,146	244,620
Grants	27,374	-	-	27,374	84,872
Service fees	180	-	-	180	843
Services and materials	116,539	-	-	116,539	121,692
Other revenue	10,537	-	-	10,537	6,865
Net assets released from restrictions	<u>27,778</u>	<u>(27,778)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total support and revenue	<u>1,373,631</u>	<u>39,901</u>	<u>-</u>	<u>1,413,532</u>	<u>1,938,715</u>
<b><u>EXPENSES</u></b>					
Program services	1,149,727	-	-	1,149,727	1,495,877
Supporting services:					
Management and general	202,550	-	-	202,550	337,111
Fundraising	<u>14,916</u>	<u>-</u>	<u>-</u>	<u>14,916</u>	<u>24,257</u>
Total expenses	<u>1,367,193</u>	<u>-</u>	<u>-</u>	<u>1,367,193</u>	<u>1,857,245</u>
Change in net assets before other revenue and expenses	<u>6,438</u>	<u>39,901</u>	<u>-</u>	<u>46,339</u>	<u>81,470</u>
Other revenue and expenses:					
Interest and dividends	-	-	-	-	15
Market value gain (loss)	<u>5,276</u>	<u>-</u>	<u>-</u>	<u>5,276</u>	<u>5,543</u>
Total other revenue and expenses	<u>5,276</u>	<u>-</u>	<u>-</u>	<u>5,276</u>	<u>5,558</u>
Change in net assets	11,714	39,901	-	51,615	87,028
Net assets:					
Beginning of year	<u>72,295</u>	<u>49,547</u>	<u>27,957</u>	<u>149,799</u>	<u>62,771</u>
End of year	<u>\$ 84,009</u>	<u>\$ 89,448</u>	<u>\$ 27,957</u>	<u>\$ 201,414</u>	<u>\$ 149,799</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, 2014  
(With comparative totals for the Year ended September 30, 2013)

	Program Services	Supporting Services		Total Expenses	
		Management and General Services	Fundraising	2014	2013
Bank and payroll fees	\$ -	\$ 4,815	\$ -	\$ 4,815	\$ 4,727
Contract labor	153,177	16,163	-	169,340	124,601
Depreciation	-	2,461	-	2,461	2,805
Donated services and supplies	116,539	-	-	116,539	109,693
Dues and memberships	-	-	-	-	12,470
Employee benefits - field	14,062	1,309	-	15,371	30,852
Grant and fund development	-	-	33	33	901
Insurance	7,939	7,938	1,014	16,891	2,209
Interest	-	-	-	-	280
Lease	-	3,727	-	3,727	5,946
Licenses	-	1,658	-	1,658	-
Office	-	9,851	-	9,851	5,111
Overseas program costs	369,834	-	-	369,834	604,883
Payroll taxes and fees	9,770	9,770	1,248	20,788	70,850
Postage and printing	8,678	6,347	6,347	21,372	10,146
Professional fees	-	8,500	-	8,500	13,700
Accounting outsourcing	-	33,700	-	33,700	52,424
Rent	797	12,000	-	12,797	24,945
Repairs	-	4,360	-	4,360	4,487
Repairs - field	2,231	-	-	2,231	16,630
Retirement	1,451	1,451	186	3,088	10,560
Telephone and technology	4,467	7,287	-	11,754	14,924
Training	-	4,004	-	4,004	6,919
Travel	69,902	16,906	-	86,808	89,005
Utilities	-	2,615	-	2,615	2,428
Work team	33,897	-	-	33,897	9,583
Wages - field	309,295	-	-	309,295	353,990
Wages	47,688	47,688	6,088	101,464	272,176
	<u>\$ 1,149,727</u>	<u>\$ 202,550</u>	<u>\$ 14,916</u>	<u>\$ 1,367,193</u>	<u>\$ 1,857,245</u>

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, 2014  
(With comparative totals for the Year ended September 30, 2013)

	2014	2013
Cash flows from operating activities:		
Changes in net assets	\$ 51,615	\$ 87,028
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Unrealized (gain) loss on investments	(5,276)	(5,543)
Depreciation	2,461	2,805
(Increase) decrease in:		
Accounts receivable	(12,690)	(32,281)
Field advances	(16,065)	215,994
Prepaid expenses	54	(4)
Increase (decrease) in:		
Accounts payable	(69,443)	(144)
Accrued wages and benefits	2,603	(11,241)
Deferred revenue	(163,639)	(210,147)
Net cash provided by (used in) operating activities	(210,380)	46,467
Cash flows from investing activities:		
(Purchase) sale of investments	11,704	(9,237)
Net cash provided by (used in) investing activities	11,704	(9,237)
Cash flows from financing activities:		
Principal payments on line of credit	-	(18,380)
Net cash (used in) financing activities	-	(18,380)
Net increase (decrease) in cash	(198,676)	18,850
Cash:		
Beginning of year	344,247	325,397
End of year	\$ 145,571	\$ 344,247

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



**CURAMERICAS GLOBAL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2014

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 years ended September 30, 2014 and 2013 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, 2014; 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, 2014

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, 2014.

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 2010.

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.

**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, 2014 and 2013 were \$89,448 and \$49,547, respectively. Permanently restricted net assets at September 30, 2014 and 2013 were \$27,957 and \$27,957 respectively.

**CURAMERICAS GLOBAL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2014

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, 2014, donors contributed \$67,679 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, 2014. At September 30, 2014, bank deposits totaled \$4,605 in one bank and \$142,156 in the second bank. Of those amounts, \$-0- was uninsured.

NOTE 4 – INVESTMENTS

Investments consist of money market and mutual funds. They are stated at estimated fair value at September 30, 2014.

	Fair Value	Cost basis
Equity security	\$ 26	\$ 26
Money market funds	3,994	3,994
Vanguard funds	52,681	45,588
Total	\$ 56,701	\$ 49,608

**CURAMERICAS GLOBAL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2014

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 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 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 Organization 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 Organization 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 Organization are deemed to be actively traded.

*U.S. Government Securities:* Valued using pricing 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 Organization 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, 2014

NOTE 5 – FAIR VALUE MEASUREMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of September 30, 2014:

*Level 1 Fair Value Measurements - Recurring basis*

	Fair value	Quoted prices at active market (Level 1)
Money market funds	3,994	3,994
Equity security - Financial Services	26	26
Vanguard funds	52,681	52,681
Total	56,701	56,701

NOTE 6 – RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at September 30, 2014:

South America, Latin America, Haiti and Liberia	\$	89,448
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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 September 30, 2014 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Balance at October 1, 2013	\$ 23,365	\$ -	\$ 27,957	\$ 51,322
Investment income	5,354	-	-	5,354
Balance at September 30, 2014	\$ 28,719	\$ -	\$ 27,957	\$ 56,676

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 donation. The value of the donated goods and services during the year ended September 30, 2014 was \$116,539. 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, 2014

NOTE 8 – LEASE COMMITMENTS

The Organization leases certain equipment and office space for its operations. Total lease and rental payments for the years ended September 30, 2014 and 2013 totaled \$16,524 and \$30,891. Rent of \$12,000 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>	
2015	\$ 12,000
2016	12,000
2017	12,000
2018	12,000
2019	12,000
	<u>60,000</u>
	<u>\$ 60,000</u>

NOTE 9 – GRANTS

Curamericas Global, Inc. participates in various grant programs to support the Organization's mission. Grant receipts during the fiscal years 2014 and 2013 were as follows:

Grant Program	2014	2013
Department of Health and Human Services:	\$ -	\$ 231,212
Managed Care Preventive HIV Services for Haitian Women		
US Agency for International Development (US AID):	21,370	290,559
Child Survival and Health Grants Program in Liberia		
Ronald McDonald House Charities:	342,146	244,620
Support of Child Survival Project		
US AID:	576,761	366,954
Child Survival and Health Grants Program in Guatemala		
Other Grants:		
Various Organizations	27,374	84,872
	<u>\$ 967,651</u>	<u>\$ 1,218,217</u>

**CURAMERICAS GLOBAL, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
September 30, 2014

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 2014 and 2013 were \$3,088 and \$10,560, respectively.

NOTE 12 – COMPENSATED ABSENCES

Employees must be full-time, permanent employees to accrue leave. Accrued leave available at September 30, 2014 and 2013 was \$6,132 and \$3,529, 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 \$-0- and \$280 during the years ended September 30, 2014 and 2013, 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 15 - 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, 2013, the Organization has a payable due to a federal agency of \$43,919 due to a computation error in prior years. The payable was satisfied during the year ended September 30, 2014.

NOTE 16 - SUBSEQUENT EVENTS

Management has evaluated subsequent events through January 8, 2015, which is the date the financial statements were available to be issued.

## Supplementary Information



**CURAMERICAS GLOBAL, INC.**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
Year ended September 30, 2014

<u>Federal Grantor/ Program Title</u>	<u>Federal CFDA Number</u>	<u>Federal Expenditures</u>
<u>Federal Awards:</u>		
US Agency for International Development: Child Survival and Health Grants Program in Liberia	98.001	\$ 21,370
US Agency for International Development: Child Survival and Health Grants Program in Guatemala	98.001	576,761
Total Federal expenditures		<u>\$ 598,131</u>



**INDEPENDENT AUDITOR'S 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.  
Raleigh, North Carolina

We have audited, in accordance with the 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, the financial statements of Curamericas Global, Inc. (a nonprofit organization), which comprise the statement of financial position as of September 30, 2014, and the related statements of activities, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated January 8, 2015.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered Curamericas Global, Inc.'s internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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. Accordingly, we do not express an opinion on the effectiveness of Curamericas Global, Inc.'s internal control.

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. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

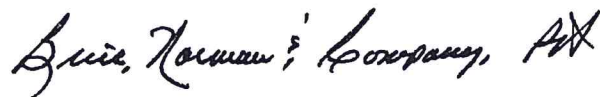
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Curamericas Global, Inc.'s financial statements are free from 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*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the organization's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the organization's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



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

January 8, 2015



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Member AICPA, NCACPA

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY  
OMB CIRCULAR A-133**

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

**Report on Compliance for Each Major Federal Program**

We have audited Curamericas Global, Inc.'s 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, 2014. 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.

***Management's Responsibility***

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

***Auditor's Responsibility***

Our responsibility is to express an opinion on compliance for each of Curamericas Global, Inc.'s major federal programs based on our audit of the types of compliance requirements referred to above. 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 on compliance for each major federal program. However, our audit does not provide a legal determination of Curamericas Global, Inc.'s compliance.

***Opinion on Each Major Federal Program***

In our opinion, Curamericas Global, Inc. complied, in all material respects, with the types of 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, 2014.

***Other Matters***

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs. Our opinion on each major federal program is not modified with respect to these matters.

Curamericas Global, Inc.'s response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. Curamericas Global, Inc.'s response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

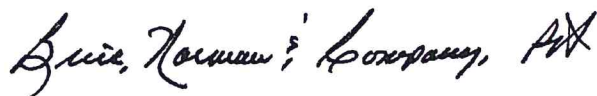
### **Report on Internal Control Over Compliance**

Management of Curamericas Global, Inc. is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Curamericas Global, Inc.'s internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



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

January 8, 2015

**CURAMERICAS GLOBAL, INC.**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
Year ended September 30, 2014

**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
98.001	U.S. Agency for Int'l Development: Child Survival and Health Grants Program	\$598,131

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, 2014

**SECTION 2 – FINANCIAL STATEMENT FINDINGS**

No reportable findings.

**SECTION 3 – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

No reportable findings.