



**Habitat for  
Humanity International, Inc.**  
*(A Dominican Republic Branch)*

**Financial Statements**

Years Ended June 30, 2018 and 2017  
*with the Independent Auditor's Report*

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Management and the Board of Directors of  
Habitat for Humanity International, Inc.  
Santo Domingo, Dominican Republic

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

We have audited the accompanying financial statements of financial position of Habitat for Humanity International, Inc. (Habitat) as of June 30, 2018 and 2017, and the related statements of activities and changes in net assets, and cash flows for the years then ended and the related notes to the financial statements.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and presentation of these financial statements in conformity with Generally Accepted Accounting Principles (GAAP); this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatements, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free of material misstatements.

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 Habitat as of June 30, 2018 and 2017, and the changes in their net assets and their cash flows for the years then ended in conformity with Generally Accepted Accounting Principles.



Santo Domingo, Dominican Republic  
September 7, 2018



Grant Thornton Auditores Financieros, SAS.

# Habitat for Humanity International, Inc

## (A Dominican Republic Branch)

### Statement of Financial Position

**As of June 30, 2018 and 2017**

Values in US dollars

	Notes	2018	2017
<b>Assets</b>			
<b>Current Assets</b>			
Cash and cash equivalents	3	\$ 618,837	\$ 429,204
Investments at fair value	4	1,422,762	1,180,191
Receivables:			
Affiliate microcredit institutions			
Due from related parties	8	167,094	31,219
Other microcredit institutions		9,974	11,124
Mortgage, net	5	34,459	62,807
Other, net		79,246	5,507
Total receivable		290,773	110,657
Construction in progress		6,357	13,486
Prepaid expenses		4,294	2,571
Total current assets		2,343,023	1,736,109
<b>Non-current Assets</b>			
Mortgage receivable	5	69,062	92,396
Furniture, equipment and vehicles	6	100,964	28,508
Other assets		13,056	11,994
Total non-current assets		183,082	132,898
Total assets		\$ 2,526,105	\$ 1,869,007
<b>Liabilities and net assets</b>			
<b>Current Liabilities</b>			
Accounts payables	7	\$ 187,963	\$ 55,994
Accrued expenses	9	119,677	112,210
Total current liabilities		307,640	168,204
<b>Non-current liabilities</b>			
Accrued employee termination benefits and total non-current liabilities	9	118,797	101,786
Total liabilities		426,437	269,990
<b>Net assets</b>			
Unrestricted		1,766,030	1,394,330
Temporarily restricted		333,638	204,687
Total net assets		2,099,668	1,599,017
Total liabilities and net assets		\$ 2,526,105	\$ 1,869,007

The accompanying notes are an integral part of these financial statements.

# Habitat for Humanity International, Inc

## (A Dominican Republic Branch)

### Statement of Activities and Changes in Net Assets

For the years ended June 30, 2018 and 2017

Values in US dollars,908

	Notes	2018			2017		
		Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Revenues</b>							
Donations of Habitat International INC.		\$ 476,792	\$ 835,850	\$ 1,312,642	\$ 587,664	\$ 77,500	\$ 665,164
Local and foreign donations		18,367	672,245	690,612	50,685	173,732	224,417
Contribution in kind		3,865		3,865	24,956		24,956
Technical assistance		23,433		23,433	38,542		38,542
Total revenues		522,457	1,508,095	2,030,552	701,847	251,232	953,079
Other incomes	10	265,082		265,082	251,869		251,869
Net assets released from		465,475	(465,475)				
Total revenues		1,253,014	1,042,620	2,295,634	953,716	251,232	1,204,948
<b>Expenses</b>							
<b>Program services</b>							
Total program services		359,845	908,814	1,268,659	405,698	199,341	605,039
<b>Supporting services</b>							
Fund – raising		176,577	2,780	179,357	165,844	2,092	167,936
Management and general		344,892	2,075	346,967	189,204		189,204
Total supporting services		521,469	4,855	526,324	355,048	2,092	357,140
Total expenses	11	881,314	913,669	1,794,983	760,746	201,433	962,179
Change in net assets		371,700	128,951	500,651	192,970	49,799	242,769
Net assets at beginning of year		1,394,330	204,687	1,599,017	1,201,360	154,888	1,356,248
Net assets at end of year		\$ 1,766,030	\$ 333,638	\$ 2,099,668	\$ 1,394,330	\$ 204,687	\$ 1,599,017

The accompanying notes are an integral part of these financial statements.

# Habitat for Humanity International, Inc

## (A Dominican Republic Branch)

### Statement of Cash Flows

**For the years ended June 30, 2018 and 2017**

Values in US dollars

	Notes	2018	2017
<b>Cash flows from operating activities</b>			
Change in net assets		\$ 500,651	\$ 242,769
Adjustments to reconcile change in net assets to net cash provided by operating activities:			
Depreciation and amortization	6	23,484	11,151
Depreciation accelerated by disposal			4,487
Interest fund of investment		(19,131)	(21,335)
Provision for Land boundaries			88,082
Gain on disposal of furniture's and equipment		(7,529)	(7,422)
<u>Changes in operating assets and liabilities</u>			
Increase in account receivable		(208,465)	(5,585)
Decrease in mortgage receivable		51,683	75,620
Decrease (increase) in prepaid and other		4,344	(1,669)
Increase (decrease) in account payable and accrued expense		156,447	(3,491)
<b>Net cash provided by operating activities</b>		<u>501,484</u>	<u>382,607</u>
<b>Cash flows from investing activities</b>			
Acquisition of furniture and equipment		(136,274)	(25,533)
Disposal of furniture and equipment		47,863	7,422
Acquisition of investments net of proceeds		(223,440)	(144,454)
<b>Net cash used in investing activities</b>		<u>(311,851)</u>	<u>(162,565)</u>
Net increase in cash and cash equivalents		189,633	220,042
Cash at beginning of year		429,204	209,162
Cash at end of year		<u>\$ 618,837</u>	<u>\$ 429,204</u>

The accompanying notes are an integral part of these financial statements.