

**WOMEN'S LEARNING PARTNERSHIP  
FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD**

**FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2006  
(WITH INDEPENDENT AUDITOR'S REPORT THEREON)**



**WOMEN'S  
LEARNING  
PARTNERSHIP**

**FOR RIGHTS,  
DEVELOPMENT,  
AND PEACE**

## **Financial Statements**

*For the Year Ended December 31, 2006*



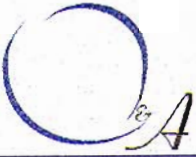
**and  
Report Thereon**



**WOMEN’S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

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**OTIS AND ASSOCIATES, P.C.**

*Certified Public Accountants & Management Consultants*

*6875 New Hampshire Avenue, Suite 200 Takoma Park, MD 20912*

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**INDEPENDENT AUDITOR'S REPORT**

To the Board of Trustees of the  
Women's Learning Partnership for  
Rights, Development, and Peace, Ltd.

We have audited the accompanying statement of financial position of the Women's Learning Partnership for Rights, Development, and Peace, Ltd. (WLP) as of December 31, 2006 and 2005 and the related statements of activities, cash flows and functional expenses for the years then ended. These financial statements are the responsibility of WLP's management. 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, which 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 financial statements referred to above present fairly, in all material respects, the financial position of WLP as of December 31, 2006, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Otis and Associates, P.C.*

Takoma Park, Maryland  
February 16, 2007

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2006**

	<b>2006</b>	<b>2005</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash	\$ 803,481	\$ 336,242
Investments	510,463	216,817
Grant receivable	199,800	307,468
Account receivable	3,239	26,418
Other receivables	-	315
Prepaid expenses	6,453	3,693
<b>Total Current Assets</b>	1,523,436	890,953
Fixed asset, net (Note 6)	4,661	5,869
<b>TOTAL ASSETS</b>	\$ 1,528,097	\$ 896,822
<b>LIABILITIES AND NET ASSETS</b>		
Accrued payroll and other expenses	\$ 28,599	\$ 18,332
Grants payable	125,605	76,595
<b>Total Liabilities</b>	154,204	94,927
<b>NET ASSETS</b>		
Unrestricted	883,775	492,533
Temporarily restricted	490,118	309,362
<b>TOTAL NET ASSETS</b>	1,373,893	801,895
<b>TOTAL LIABILITIES AND NET ASSETS</b>	\$ 1,528,097	\$ 896,822

The accompanying notes are an integral part of these financial statements

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF ACTIVITIES  
For the Year Ended December 31, 2006**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2006 Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>2005 Total</u>
<b>REVENUE AND SUPPORT</b>						
Grants and Contributions	\$ 416,909	\$ 1,193,550	\$ 1,610,459	\$ 224,849	\$ 856,218	\$ 1,081,067
Other income	39,318	-	39,318	31,372	-	31,372
<b>Net assets released from restriction:</b>						
Satisfaction of time restrictions	120,000	(120,000)	-	274,210	(274,210)	-
Satisfaction of purpose restrictions	892,794	(892,794)	-	794,658	(794,658)	-
<b>TOTAL REVENUE AND SUPPORT</b>	<u>1,469,021</u>	<u>180,756</u>	<u>1,649,777</u>	<u>1,325,089</u>	<u>(212,650)</u>	<u>1,112,439</u>
<b>EXPENSES</b>						
Program Expenses						
Leadership and Capacity Building	812,412	-	812,412	799,591	-	799,591
Advocacy and Networking	163,126	-	163,126	142,925	-	142,925
Total Program Services	<u>975,538</u>	<u>-</u>	<u>975,538</u>	<u>942,516</u>	<u>-</u>	<u>942,516</u>
Supporting Services						
General and Administrative	31,144	-	31,144	43,320	-	43,320
Fundraising and Development	71,097	-	71,097	59,691	-	59,691
Total Supporting Services	<u>102,241</u>	<u>-</u>	<u>102,241</u>	<u>103,011</u>	<u>-</u>	<u>103,011</u>
<b>TOTAL EXPENSES</b>	<u>1,077,779</u>	<u>-</u>	<u>1,077,779</u>	<u>1,045,527</u>	<u>-</u>	<u>1,045,527</u>
<b>Change in Net Assets</b>	391,242	180,756	571,998	279,562	(212,650)	66,912
<b>Net Asset, Beginning of Year</b>	<u>492,533</u>	<u>309,362</u>	<u>801,895</u>	<u>212,971</u>	<u>522,012</u>	<u>734,983</u>
<b>Net Assets, End of Year</b>	<u>\$ 883,775</u>	<u>\$ 490,118</u>	<u>\$ 1,373,893</u>	<u>\$ 492,533</u>	<u>\$ 309,362</u>	<u>\$ 801,895</u>

The accompanying notes are an integral part of these financial statements

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**STATEMENT OF CASH FLOWS  
For the Year Ended December 31, 2006**

	<b>2006</b>	<b>2005</b>
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 571,998	\$ 66,912
<b>Adjustments to Reconcile Change in Net Assets provided by (used in) operating activities:</b>		
Depreciation Expense	4,844	3,459
<b>Change in assets and liabilities:</b>		
Grant receivable	107,668	(108,605)
Account Receivable	23,179	(26,418)
Other receivables	315	(30)
Prepaid expenses	(2,760)	(498)
Accrued payroll and other expenses	10,267	9,275
Grants payable	49,010	(3,855)
	764,521	(59,760)
<b>NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES</b>		
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchases of fixed assets	(3,636)	(3,288)
	(3,636)	(3,288)
<b>Net Cash Used in Investing Activities</b>		
<b>NET INCREASE IN CASH AND CASH EQUIVALENT</b>	760,885	(63,048)
<b>CASH AND CASH EQUIVALENT, BEGINNING OF YEAR</b>	553,059	616,107
<b>CASH AND CASH EQUIVALENT, END OF YEAR</b>	\$ 1,313,944	\$ 553,059

The accompanying notes are an integral part of these financial statements

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**SCHEDULE OF FUNCTIONAL EXPENSES  
For the Year Ended December 31, 2006**

	Program Services					Support Services			2006 Grand Total	2005 Grand Total
	Leadership and Capacity Building				Total	Fundraising and Development	General and Administrative	Total		
	Curriculum Development	Training	Capacity Building	Advocacy and Networking						
Consultant fees	\$ 53,518	\$ 154,606	\$ 89,196	\$ 1,838	\$ 299,158	\$ 5,709	\$ 1,020	\$ 6,729	\$ 305,887	\$ 327,785
Salaries	53,644	63,702	50,291	57,799	225,436	31,728	15,217	46,945	272,381	241,018
Material development and production	12,400	35,821	20,666	-	68,887	-	392	392	69,279	42,412
Travel	199	19,093	20,485	7,280	47,057	1,874	-	1,874	48,931	93,457
Equipment - capacity building	16,654	17,872	6,093	-	40,619	-	-	-	40,619	489
Grant to other organizations	-	-	-	40,000	40,000	-	-	-	40,000	-
Rent	6,105	8,922	8,453	8,144	31,624	4,700	2,237	6,937	38,561	35,163
Hotel	181	17,389	18,658	2,008	38,236	216	-	216	38,452	56,377
Professional fees	6,644	19,195	11,074	397	37,310	248	347	595	37,905	36,245
Fringe benefits	1,722	2,045	1,615	12,270	17,652	8,790	3,888	12,678	30,330	40,084
Payroll taxes	4,397	5,221	4,122	4,606	18,346	2,658	1,272	3,930	22,276	21,139
Health insurance	4,027	4,782	3,775	4,550	17,134	2,413	1,163	3,576	20,710	22,966
Pension expense	3,141	3,730	2,945	2,933	12,749	1,955	931	2,886	15,635	14,872
Printing and publication	5,292	5,679	1,936	812	13,719	32	14	46	13,765	24,745
Office supplies and equipment	4,070	4,368	1,489	1,175	11,102	658	314	972	12,074	12,463
Telephone	1,510	2,207	2,091	2,090	7,898	718	424	1,142	9,040	7,588
Postage and shipping	1,294	1,891	1,791	2,207	7,183	582	205	787	7,970	7,012
Transportation	27	2,575	2,763	588	5,953	114	23	137	6,090	1,008
Per diem	27	2,615	2,805	346	5,793	189	21	210	6,003	8,511
Online tools	394	1,139	657	629	2,819	2,954	182	3,136	5,955	-
Depreciation	268	318	251	2,000	2,837	1,356	651	2,007	4,844	3,459
Meals and entertainment	11	1,070	1,148	1,545	3,774	262	396	658	4,432	9,246
Equipment rentals	606	886	839	493	2,824	335	161	496	3,320	3,157
Board meeting	110	319	184	1,202	1,815	712	465	1,177	2,992	5,497
Internet	525	768	727	490	2,510	290	81	371	2,881	5,183
Utilities	406	594	563	478	2,041	295	404	699	2,740	2,239
Grant to partners	-	-	-	2,065	2,065	-	-	-	2,065	-
Bank fees	133	194	184	647	1,158	389	236	625	1,783	2,031
Books cost	89	95	32	1,391	1,607	25	45	70	1,677	246
Repair and maintenance	53	78	74	671	876	442	233	675	1,551	2,653
Insurance	49	71	67	427	614	402	434	836	1,450	2,452
Duplicating	428	459	156	168	1,211	-	-	-	1,211	678
Dues and subscriptions	16	23	22	795	856	124	64	188	1,044	1,285
Workman's compensation	43	63	59	394	559	273	129	402	961	-
Copyrights and other fees	221	323	306	51	901	-	-	-	901	-
Outreach and development	-	-	-	333	333	433	-	433	766	2,977
Conference and training	98	284	164	114	660	-	-	-	660	9,464
Miscellaneous	4	6	6	91	107	160	172	332	439	606
Fees, licenses and other	4	6	6	99	115	61	23	84	199	769
Training materials	-	-	-	-	-	-	-	-	-	212
Finance charges	-	-	-	-	-	-	-	-	-	39
<b>TOTAL EXPENSES</b>	<b>\$ 178,310</b>	<b>\$ 378,409</b>	<b>\$ 255,693</b>	<b>\$ 163,126</b>	<b>\$ 975,538</b>	<b>\$ 71,097</b>	<b>\$ 31,144</b>	<b>\$ 102,241</b>	<b>\$ 1,077,779</b>	<b>\$ 1,045,527</b>

# **WOMEN'S LEARNING PARTNERSHIP FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

## **NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2006**

### **1. Organization**

Women's Learning Partnership for Rights, Development, and Peace, Ltd. (WLP) is a nonprofit organization formed in August 1999. The mission and purpose of WLP is to empower women through dialogue, choice and participation to restructure their roles and to improve their status in their families, communities and societies.

### **2. Summary of Significant Accounting Policies**

#### Basis of Accounting

The WLP has adopted the accrual basis of accounting in the presentation of its financial statements. Consequently, revenue is recognized when earned rather than when cash is received, and expenses and purchases of assets are recognized when the obligation is incurred rather than when cash is disbursed.

#### Classification of Net Assets

The WLP reports its financial statements in accordance with Statement of Financial Accounting Standards (SFAS) No.117, *Financial Statements of Non-Profit Organizations*. Under SFAS No. 117, the WLP is required to report information in three self-balancing groups as follows:

1. Unrestricted net assets represent unrestricted contributions, interests, dividends less expenses used to support the WLP general operations. As of December 31, 2006 and 2005, the WLP reported \$883,775 and \$492,533, respectively, of unrestricted net assets.
2. Temporarily restricted net assets represent amounts that are specifically restricted by donor for various programs. As of December 31, 2006 and 2005, the WLP reported \$490,118 and \$309,362 respectively, of temporarily restricted net assets.
3. Permanently restricted net assets represent endowment gifts requiring that the principal be invested in perpetuity, and that only the income be expended for purposes designated by donor. As of December 31, 2006 and 2005, there were no permanently restricted net assets.

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2006**

**2. Summary of Significant Accounting Policies (Continued)**

Cash and Cash Equivalents

For financial statement purposes, the WLP considers demand deposit, money market and reserve fund accounts to be cash and cash equivalents.

Contributions and Gifts

The WLP adopted SFAS No. 116, "Accounting for Contributions Received and Contributions Made," whereby contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Restricted assets are reclassified to unrestricted net assets upon satisfaction of the time and purpose of the restrictions.

Fixed Assets and Related Depreciation

Furniture, equipment and library assets are stated at cost and are depreciated using the straight-line method over their estimated useful lives ranging from two to five years. Fixed assets with original costs of less than \$500 are expensed as acquired. Expenditures for major repairs and improvements are capitalized; expenditures for minor repairs and maintenance costs are expensed when incurred. Upon the retirement or disposal of assets, the cost and accumulated depreciation is eliminated from the respective accounts and the resulting gain or loss is included in revenue or expenses.

Revenue Recognition

WLP reports contributions as temporarily restricted support if they are received with donor or grantor stipulations that limit the use of the donated assets. 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 statement of activities as net assets released from restrictions.

Functional Allocation of 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 to which they relate based upon direct salaries.

# **WOMEN'S LEARNING PARTNERSHIP FOR RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

## **NOTES TO THE FINANCIAL STATEMENTS For the Year Ended December 31, 2006**

### **2. Summary of Significant Accounting Policies (Continued)**

#### Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

#### Compliance with Grant Requirement

WLP is subject to audit by grantors to determine compliance with grant requirements. Should any expense be disallowed, a liability to the granting agency would result. Management is not aware of any non-compliance; therefore, no liability has been reported.

### **3. Cash**

WLP is required to maintain a separate bank account to hold certain funds received from the National Endowment for Democracy (NED) for its programs. Included in cash are \$100,093 and \$104,640 as of December 31, 2006 and 2005, respectively that were maintained for the NED Programs.

### **4. Grants Receivable**

Grants receivable consists primarily of contributions pledged from donors. All receivables are deemed fully collectible within one year and are recorded at net realizable value. As of December 31, 2006 and 2005 grant receivables amounted to \$199,800 and \$307,468 respectively.

### **5. Pension Plan**

WLP maintains a Tax Deferred Retirement Pension Plan under Section 403 (b) of the Internal Revenue Code (IRC) covering all full-time employees that elect to participate and who meet certain length of service requirements. Annual employer contributions to the plan are based on the employees' length of service. After one year of service for each participating employee, WLP contributes an amount which totals up to a maximum of \$1,000 or 5% of the employee's salary. After three and five years of service, WLP contributes up to 7% and 10% of the employee's annual compensation, respectively. WLP contributed \$15,635 and \$14,872 to the retirement plan in 2006 and 2005, respectively.

**WOMEN'S LEARNING PARTNERSHIP FOR  
RIGHTS, DEVELOPMENT, AND PEACE, LTD.**

**NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2006**

**6. Fixed Assets**

Fixed assets as of December 31, 2006 and 2005 consisted of the following:

	<u>2006</u>	<u>2005</u>
Furniture and equipment	\$ 25,813	\$ 22,176
Library	<u>2,179</u>	<u>2,179</u>
Total fixed assets	27,992	24,355
Less: accumulated depreciation	<u>(23,331)</u>	<u>(18,486)</u>
Fixed assets, net	<u>\$ 4,661</u>	<u>\$ 5,869</u>

**7. Temporarily Restricted Net Assets**

Temporarily restricted net assets were available for the following purposes as of December 31, 2006 and 2005.

	<u>2006</u>	<u>2005</u>
Leadership and Capacity Building	\$ 100,243	\$ 196,862
Future periods	<u>389,875</u>	<u>112,500</u>
Total	<u>\$ 490,118</u>	<u>\$ 309,362</u>

**8. Income Taxes**

The Internal Revenue Service has determined that WLP is a public charity and is exempt from Federal Income taxes on its exempt purposes activities under the provision of Section 501 (c)(3) of the Internal Revenue Code, except income from unrelated business activities. Accordingly, no provision for income taxes is required as of December 31, 2006 and 2005, as the organization had no unrelated business income.

**Commitments**

- 9.** WLP entered into a lease agreement for office space at "4343 Montgomery Avenue" in Montgomery County, Maryland under a twelve months lease that began in January 1, 2007 and extends to December 31, 2007. The minimum lease payment obligated by WLP for the next twelve months is \$39,312. At the expiration of this lease, WLP has the option to renew.