

PARTNERS INTERNATIONAL

Financial Statements and Independent Auditors' Reports

June 30, 2007 and 2006



PARTNERS
International

Partners International

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TRI-CITIES
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ACCOUNTING

AND

CONSULTING

SERVICES

Board of Directors
Partners International
Spokane, Washington

INDEPENDENT AUDITORS' REPORT

MEMBER OF

McGLADREY

NETWORK

We have audited the accompanying statements of financial position of Partners International as of June 30, 2007 and 2006, and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the management of Partners International. 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe our audits provide 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 Partners International as of June 30, 2007 and 2006, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Spokane, Washington
November 19, 2007

Partners International

Statements of Financial Position

	June 30,	
	<u>2007</u>	<u>2006</u>
Assets		
<i>CURRENT ASSETS:</i>		
Cash and cash equivalents	\$ 1,336,155	\$ 1,896,777
Current investments	2,749,541	2,853,463
Promises-to-give receivable	1,126,247	1,271,770
Prepaid expenses and other assets	769,089	183,972
Total current assets	<u>5,981,032</u>	<u>6,205,982</u>
Cash surrender value of life insurance	94,455	94,455
Property and equipment, at cost, net	1,719,643	1,477,273
Long-term investments	495,531	619,905
	<u>\$ 8,290,661</u>	<u>\$ 8,397,615</u>
Liabilities and Net Assets		
<i>CURRENT LIABILITIES:</i>		
Accounts payable	\$ 678,134	\$ 127,951
Accrued expenses	165,682	155,419
Promises-to-give payable	1,069,144	546,770
Total current liabilities	<u>1,912,960</u>	<u>830,140</u>
<i>OTHER LIABILITIES:</i>		
Deferred compensation	47,990	144,130
Gift annuities	345,290	367,728
Total liabilities	<u>2,306,240</u>	<u>1,341,998</u>
<i>NET ASSETS:</i>		
Unrestricted:		
Net investment in property and equipment	1,719,643	1,477,273
Board designated:		
Capacity Building Intl. Ministries	154,000	217,000
Capacity Building U.S. Ministries	420,000	402,000
Undesignated	(1,286,411)	(1,186,678)
Total unrestricted net assets	<u>1,007,232</u>	<u>909,595</u>
Temporarily restricted	4,877,189	6,046,022
Permanently restricted	100,000	100,000
Total net assets	<u>5,984,421</u>	<u>7,055,617</u>
	<u>\$ 8,290,661</u>	<u>\$ 8,397,615</u>

See accompanying notes to financial statements.

Partners International

Statements of Activities and Changes in Net Assets

	Year Ended June 30, 2007				Year Ended June 30, 2006			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<i>REVENUES, GAINS, AND SUPPORT:</i>								
Contributions from constituency	\$ 3,146,297	\$ 8,283,340	\$ -	\$ 11,429,637	\$ 2,055,207	\$ 8,537,886	\$ -	\$ 10,593,093
East Asia Coordinating Office income	-	968,936	-	968,936	-	917,258	-	917,258
Gifts in-kind	-	3,277,307	-	3,277,307	-	2,167,094	-	2,167,094
	<u>3,146,297</u>	<u>12,529,583</u>	<u>-</u>	<u>15,675,880</u>	<u>2,055,207</u>	<u>11,622,238</u>	<u>-</u>	<u>13,677,445</u>
Investment income	96,335	246,564	-	342,899	47,626	69,325	-	116,951
Changes in value of split-interest agreements	(16,505)	-	-	(16,505)	(40,539)	-	-	(40,539)
Rental income (net of expenses of \$43,106 and \$51,597, respectively)	5,287	-	-	5,287	24,603	-	-	24,603
	<u>85,117</u>	<u>246,564</u>	<u>-</u>	<u>331,681</u>	<u>31,690</u>	<u>69,325</u>	<u>-</u>	<u>101,015</u>
<i>NET ASSETS RELEASED FROM RESTRICTIONS:</i>								
Ministry activity costs	771,686	(771,686)	-	-	740,653	(740,653)	-	-
Administrative allocations	1,315,414	(1,315,414)	-	-	1,271,580	(1,271,580)	-	-
Satisfaction of donor restrictions	11,108,506	(11,108,506)	-	-	8,132,054	(8,132,054)	-	-
	<u>13,195,606</u>	<u>(13,195,606)</u>	<u>-</u>	<u>-</u>	<u>10,144,287</u>	<u>(10,144,287)</u>	<u>-</u>	<u>-</u>
Total revenues (expenses), gains, and support	<u>16,427,020</u>	<u>(419,459)</u>	<u>-</u>	<u>16,007,561</u>	<u>12,231,184</u>	<u>1,547,276</u>	<u>-</u>	<u>13,778,460</u>
<i>EXPENSES:</i>								
Ministries and programs	13,694,493	-	-	13,694,493	10,680,373	-	-	10,680,373
Supporting services:								
General and administrative	735,385	-	-	735,385	620,019	-	-	620,019
Fund raising	1,899,505	-	-	1,899,505	1,735,024	-	-	1,735,024
	<u>2,634,890</u>	<u>-</u>	<u>-</u>	<u>2,634,890</u>	<u>2,355,043</u>	<u>-</u>	<u>-</u>	<u>2,355,043</u>
Total expenses	<u>16,329,383</u>	<u>-</u>	<u>-</u>	<u>16,329,383</u>	<u>13,035,416</u>	<u>-</u>	<u>-</u>	<u>13,035,416</u>
<i>CHANGE IN NET ASSETS BEFORE DISCONTINUATION OF EAST ASIA SEGMENT</i>								
	97,637	(419,459)	-	(321,822)	(804,232)	1,547,276	-	743,044
<i>DISCONTINUATION OF SEGMENT</i>								
	-	(749,374)	-	(749,374)	-	-	-	-
<i>CHANGE IN NET ASSETS</i>								
	97,637	(1,168,833)	-	(1,071,196)	(804,232)	1,547,276	-	743,044
<i>NET ASSETS, BEGINNING OF YEAR</i>								
	<u>909,595</u>	<u>6,046,022</u>	<u>100,000</u>	<u>7,055,617</u>	<u>1,713,827</u>	<u>4,498,746</u>	<u>100,000</u>	<u>6,312,573</u>
<i>NET ASSETS, END OF YEAR</i>								
	<u>\$ 1,007,232</u>	<u>\$ 4,877,189</u>	<u>\$ 100,000</u>	<u>\$ 5,984,421</u>	<u>\$ 909,595</u>	<u>\$ 6,046,022</u>	<u>\$ 100,000</u>	<u>\$ 7,055,617</u>

See accompanying notes to financial statements.

Partners International

Statements of Cash Flows

	Years Ended June 30,	
	<u>2007</u>	<u>2006</u>
<i>Increase (Decrease) in Cash and Cash Equivalents</i>		
<i>CASH FLOWS FROM OPERATING ACTIVITIES:</i>		
Cash contributions received	\$ 12,398,573	\$ 11,631,558
Investment income (loss)	60,578	(40,539)
Rental and other income	5,287	26,914
Cash provided to Partners' ministries	(8,578,192)	(7,935,453)
Cash paid to employees	(2,648,838)	(2,583,619)
Cash paid to service providers	<u>(1,126,576)</u>	<u>(1,100,743)</u>
Net cash provided by (used in) operating activities	<u>110,832</u>	<u>(1,882)</u>
<i>CASH FLOWS FROM INVESTING ACTIVITIES:</i>		
Property and equipment purchases	(393,754)	(99,150)
Investment purchases	(1,616,490)	(9,211,295)
Proceeds from sale of investments	2,110,602	9,971,023
Loss on discontinuation of East Asia Segment	<u>(749,374)</u>	<u>-</u>
Net cash provided by (used in) investing activities	<u>(649,016)</u>	<u>660,578</u>
<i>CASH FLOWS FROM FINANCING ACTIVITIES:</i>		
Change in gift annuities	<u>(22,438)</u>	<u>(19,008)</u>
<i>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</i>	(560,622)	639,688
<i>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</i>	<u>1,896,777</u>	<u>1,257,089</u>
<i>CASH AND CASH EQUIVALENTS, END OF YEAR</i>	<u>\$ 1,336,155</u>	<u>\$ 1,896,777</u>

See accompanying notes to financial statements.

Statements of Cash Flows

Years Ended
June 30,

2007 2006

***Reconciliation of Change in Net Assets Before
Discontinuation of East Asia Segment to Net Cash
Provided by (Used in) Operating Activities***

CASH FLOWS FROM OPERATING ACTIVITIES:

Change in net assets	\$ (321,822)	\$ 743,044
Adjustments to reconcile change in net assets before discontinuation of East Asia Segment to net cash provided by (used in) operating activities:		
Operational depreciation	139,961	125,850
Rental depreciation	11,245	11,245
Noncash gifts of investments	-	120,942
Loss on disposal of assets	-	265
Net realized and unrealized gain on investments	(265,638)	(116,951)
Net change in promises-to-give receivable	145,523	(632,084)
Net changes in assets and liabilities:		
Cash surrender value of life insurance	-	2,311
Prepaid expenses and other assets	(585,117)	(3,977)
Accounts payable	550,183	(168,796)
Accrued expenses	10,263	33,429
Promises-to-give payable	522,374	(92,916)
Deferred compensation	<u>(96,140)</u>	<u>(24,244)</u>
Net cash provided by (used in) operating activities	<u>\$ 110,832</u>	<u>\$ (1,882)</u>

Noncash Transactions:

Gifts in-kind received and distributed to Partners' ministries	<u>\$ 3,277,307</u>	<u>\$ 2,166,824</u>
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Partners International

Notes to Financial Statements

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization:

Partners International (Partners) was incorporated in 1961 in California as a not-for-profit corporation. Partners is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (Code), and is also exempt from state income taxes. Partners has been classified as a publicly supported organization, which is not a private foundation, under Section 509(a) of the Code. Contributions by the public are deductible for income tax purposes.

Partners exists to enable, enhance, and extend partnerships with indigenous organizations involved in evangelism, church planting, leadership training, relief, and development to carry out their work. Partners actively performs due diligence on these partnering organizations through monitoring their ministry operations. It is also actively screening and selecting other indigenous organizations to partner with. Partners presently provides resources to approximately 68 overseas indigenous organizations.

During the years ended June 30, 2007 and 2006, cash contributions approximated 77% and 84%, respectively, of total support and revenue. In addition, gifts in-kind approximated 23% and 16% respectively, of total support and revenue.

Summary of Significant Accounting Policies:

The financial statements of Partners have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. A summary of significant accounting policies followed are described below to enhance the usefulness of the financial statements to the reader.

Affiliated organizations – Partners is affiliated with several organizations which are not included in these financial statements because they are not under common control. Partners and these organizations do, however, participate together in outreaches in many foreign countries. Contributions received from these organizations to fund joint outreaches were \$813,235 and \$728,805 for the years ended June 30, 2007 and 2006, respectively.

Consolidation – The financial statements of Partners include the financial statements of the Partners International East Asia Coordinating Office. Total expense for the East Asia Coordinating Office was \$608,155 for the year ended June 30, 2007, and the total income was \$917,258 for the year ended June 30, 2006. Changes in net assets for the East Asia Coordinating Office were \$(1,351,833) and \$755,073 for the years ended June 30, 2007 and 2006, respectively.

Partners International

Notes to Financial Statements

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Summary of Significant Accounting Policies (continued):

Cash and cash equivalents – Cash and cash equivalents include cash on hand and cash on deposit. Money market mutual funds and cash held in investment brokerage accounts are included in investments.

As of June 30, 2007, Partners had approximately \$1,559,520 in bank accounts located overseas.

Concentration of credit risk – Cash and cash equivalents, at times, exceed federally insured limits. Partners has not experienced any losses in such accounts and does not believe it is exposed to any significant credit risk on cash and cash equivalents.

Investments – Investments are carried at market value. Donated securities are recorded at market value on the date of the gift and thereafter carried in accordance with the above provisions.

Promises to give – As of June 30, 2007, all unconditional promises to give are expected to be collected and/or paid within one year and are recorded at net realizable value.

Property and equipment – Expenditures over \$1,000 for property and equipment are capitalized at cost. Donated items are recorded at fair market value on the date of the gift. Depreciation is computed on the straight-line method over the estimated useful lives of the assets, ranging from 3 to 30 years.

Gift annuities – Partners has established a gift annuity plan whereby donors may contribute assets to the organization in exchange for the right to receive a fixed dollar annual return during their lifetimes. This transaction provides for a portion of the transfer to be considered a charitable contribution for income tax purposes.

The difference between the amount contributed for the gift annuity and liability for future payments, determined on an actuarial basis, is recognized as income at the date of the gift and is reflected on the statements of activities and changes in net assets as contributions from new gift annuities. The difference between assets in trust and liabilities is reported on the statements of financial position as unrestricted net assets.

The liability for future payments to annuitants, or commensurate value, is calculated annually based upon actuarially computed present values to comply with state legal reserve requirements. The change in the commensurate value, net of investment income, payments to annuitants and terminations, is reflected on the statements of activities as changes in value of split-interest agreements.

The commensurate value of gift annuities was \$345,290 and \$367,728 as of June 30, 2007 and 2006, respectively.

Deferred compensation – Partners is the trustee of an inactive deferred payment plan for certain employees under which a portion of the employees' compensation prior to December 31, 1981, was put into a trust fund for future distribution to the respective employees. The plan is fully funded.

Partners International

Notes to Financial Statements

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Summary of Significant Accounting Policies (continued):

Net assets – The financial statements report amounts by classification of net assets as follows:

- **Unrestricted** amounts are those currently available at the discretion of the Board of Directors for use in Partners' operations and those resources invested in property and equipment.
- **Temporarily restricted** amounts are those which are stipulated by donors for specific operating purposes or for capital projects. Most of the ending balance represents funds collected for field ministries which have not been expended as of year end.
- **Permanently restricted** amounts are those which represent permanent endowments where it is stipulated by donors that the principal remain in perpetuity and only the income is available as unrestricted or temporarily restricted, as specified in endowment agreements.

All contributions are considered available for unrestricted use, unless specifically restricted by the donor or they are subject to legal restrictions.

Contributions are recorded as temporarily restricted if they are received with donor stipulations that limit their use through purpose and/or time restrictions. When donor restrictions expire, that is, when the purpose restriction is fulfilled or the time restriction expires, the net assets are reclassified from temporarily restricted to unrestricted net assets and are reported in the statements of activities and changes in net assets as net assets released from restrictions. Partners' policy is to record temporarily restricted contributions received and expended in the same accounting period as temporarily restricted contributions and net assets released from restrictions.

For contributions restricted by donors for the acquisition of property or other long-lived assets, the restriction is considered to be met when the property or other long-lived asset is placed in service.

Revenue, support, and expenses – Contributions are recorded when cash or unconditional promises-to-give have been received, or ownership of donated assets is transferred to Partners. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Partners receives noncash gifts which are recorded as support at the estimated fair market value on the date of the gift. Goods given to Partners that do not have an objective basis for valuation are not recorded. Revenue is recorded when earned. Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Contributed services – Statement of Financial Accounting Standards No. 116, *Accounting for Contributions Received and Contributions Made*, requires recording the value of donated services that create or enhance nonfinancial assets or require specialized skills. Many volunteers have contributed significant amounts of their time to activities of Partners; however, since the above requirements were not met, the value of the contributed services is not recorded in the financial statements.

Partners International

Notes to Financial Statements

NOTE 1 — ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Summary of Significant Accounting Policies (continued):

Functional allocation of expenses – The cost of providing the various program services and supporting activities have been summarized on a functional basis. Accordingly, certain costs, such as depreciation and payroll, have been allocated among the program and supporting activities.

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

Allocation of joint costs – Partners has adopted the American Institute of Certified Public Accountants' Statement of Position 98-2, *Accounting for Costs of Activities of Not-for-Profit Organizations and State and Local Governmental Entities that Include Fund Raising*. This statement requires all costs which contain any fund-raising appeal to be allocated to fund raising unless all of the following three tests are met: purpose, audience, and content.

Reclassification – Certain amounts in the 2006 financial statements have been reclassified to conform with the 2007 presentation with no effect on previously reported change in net assets.

NOTE 2 — PROMISES TO GIVE:

Promises to give consisted of the following pledges due within one year:

	<u>June 30,</u>	
	<u>2007</u>	<u>2006</u>
Gifts in-kind receivable	\$ 1,069,144	\$ 546,770
Grants receivable	<u>57,103</u>	<u>725,000</u>
	<u>\$ 1,126,247</u>	<u>\$ 1,271,770</u>

Partners International

Notes to Financial Statements

NOTE 3 — INVESTMENTS:

Investments consisted of the following:

	June 30,	
	<u>2007</u>	<u>2006</u>
Current investments:		
Cash and money market accounts	\$ 357,232	\$ 318,674
Treasury notes	824,078	1,717,246
Equity securities	51,929	43,133
Municipal bonds	-	10,128
Mutual funds	<u>1,516,302</u>	<u>764,282</u>
	<u>2,749,541</u>	<u>2,853,463</u>
Long-term investments:		
Assets set aside to fund gift annuities:		
Cash and money market accounts	23,769	56,938
Mutual funds	309,535	313,985
Investments under endowment agreement	114,237	104,852
Deferred compensation deposits	<u>47,990</u>	<u>144,130</u>
	<u>495,531</u>	<u>619,905</u>
	\$ 3,245,072	\$ 3,473,368
	<u><u> </u></u>	<u><u> </u></u>
Investment income consisted of:		
Interest and dividends	\$ 77,815	\$ 90,977
Realized and unrealized gain on investments	264,905	24,261
Investment fees	<u>(4,978)</u>	<u>(5,520)</u>
	337,742	109,718
Add portion included in change in value of split-interest agreements	<u>5,157</u>	<u>7,233</u>
	\$ 342,899	\$ 116,951
	<u><u> </u></u>	<u><u> </u></u>

Partners International

Notes to Financial Statements

NOTE 4 — PROPERTY AND EQUIPMENT:

Property and equipment consisted of the following:

	June 30,	
	<u>2007</u>	<u>2006</u>
Land and building	\$ 1,072,784	\$ 1,072,784
Leasehold improvements	396,483	386,188
Office and computer equipment	852,850	502,753
Vehicles	13,532	13,532
East Asia Coordinating Office	<u>44,107</u>	<u>49,234</u>
	2,379,756	2,024,491
Less accumulated depreciation and amortization	<u>660,113</u>	<u>547,218</u>
Property and equipment, net	<u>\$ 1,719,643</u>	<u>\$ 1,477,273</u>
Depreciation expense	<u>\$ 139,961</u>	<u>\$ 125,850</u>

NOTE 5 — GIFTS IN-KIND:

Partners solicits gifts in-kind on behalf of indigenous organizations it partners with. Requests for gifts are presented through Partners' area directors. Once a project has been approved, contacts are made to locate and secure the requested items. Transportation may be handled by Partners or the donee organization, and Partners tracks the gift once it has been shipped to ensure it is received by the requesting organization and used in ministry.

Medical supplies are recorded at wholesale values, using amounts obtained from the *Drug Topics Red Book* published each year by Medical Economics.

NOTE 6 — ALLOCATION OF JOINT COSTS:

As stated in note 1, Partners has adopted the American Institute of Certified Public Accountants' Statement of Position 98-2, *Accounting for Costs of Activities of Not-for-Profit Organizations and State and Local Governmental Entities that Include Fund Raising*. Partners incurs costs for activities such as writing, publications, and serving churches that include fund-raising appeals. These costs are referred to as joint costs and are allocated to program activities and fund raising. Joint cost allocations are as follows:

Partners International

Notes to Financial Statements

NOTE 6 — ALLOCATION OF JOINT COSTS (continued):

	<u>June 30,</u>	
	<u>2007</u>	<u>2006</u>
Program activities	\$ 753,564	\$ 903,551
Management and general activities	403,133	307,334
Fund raising	<u>1,448,466</u>	<u>1,318,064</u>
	<u>\$ 2,605,163</u>	<u>\$ 2,528,949</u>

NOTE 7 — LEASES:

Partners has a lease agreement for a smaller satellite office in Mountain View, California, which expired in November 2003. Upon termination of that agreement, a new 36-month lease agreement was signed for \$2,000 per month. This lease expired during the fiscal year.

Partners leases portions of the headquarters building in Spokane, Washington, to other tenants. Monthly lease payments increase 2% annually and were \$3,237 and \$3,174, respectively, as of June 30, 2007 and 2006. One lease expired in August 2006 and the other will expire in December 2008.

Rental income, net of direct expenses of \$43,106 and \$51,597, was \$5,287 and \$24,603 for the years ended June 30, 2007 and 2006, respectively.

The future minimum lease income is as follows:

<u>Years Ending</u> <u>June 30,</u>	<u>Amount</u>
2008	\$39,649
2009	<u>20,021</u>
	<u>\$59,670</u>

Partners International

Notes to Financial Statements

NOTE 8 — RETIREMENT PLAN:

Partners has a defined contribution plan covering substantially all full-time employees over 21 years of age. Deposits to the plan are based on a percentage of compensation. Retirement expense for this plan was \$116,983 and \$98,440 for the years ended June 30, 2007 and 2006, respectively.

NOTE 9 — DISCONTINUED OPERATIONS OF EAST ASIA SEGMENT

During the year ended June 30, 2007, Partners International USA restructured its East Asia field ministry in order to focus the work in East Asia for the greatest impact. As a result, Partners chose to transfer \$749,374 of East Asia assets to its affiliate Partners International/CNEC, Australia (PI/CNEC). In accepting these assets, PI/CNEC assumed the responsibility to use them for the partners' ministries and projects for which they were designated. After the transfer, PI/CNEC continued to operate as an entity completely separate from Partners.

Partners International USA continues to do field ministry in East Asia through indigenous partners that align with its strategic vision. Partners' commitment to East Asia ministries for the current fiscal year totals approximately \$1.3 million.

SUPPLEMENTAL INFORMATION

INDEPENDENT AUDITORS' REPORT ON
SUPPLEMENTAL INFORMATION

Board of Directors
Partners International
Spokane, Washington

Our audits were made for the purpose of forming an opinion on the basic financial statements of Partners International as of and for the years ended June 30, 2007 and 2006, taken as a whole which are presented in the preceding section of this report. The supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplemental information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

LeMaster & Daniels PLLC

Spokane, Washington
November 19, 2007

Partners International

Statements of Functional Expenses

	Year Ended June 30, 2007			
	<u>Ministries and Programs</u>	<u>General and Administrative</u>	<u>Fund Raising</u>	<u>Total</u>
Grants and allocations	\$ 10,943,938	\$ -	\$ -	\$ 10,943,938
Salaries	1,171,097	572,612	819,252	2,562,961
Benefits	328,769	191,064	244,510	764,343
Travel	467,248	47,079	118,884	633,211
Telephone	40,035	20,903	20,551	81,489
Postage	59,485	30,782	57,217	147,484
Supplies	34,131	33,606	8,741	76,478
Printing	62,777	27,884	144,389	235,050
Outside services	100,105	86,078	134,182	320,365
Occupancy	91,300	(32,793)	43,627	102,134
Depreciation	10,287	127,827	1,847	139,961
Other expenses	385,321	(369,657)	306,305	321,969
	<u>\$ 13,694,493</u>	<u>\$ 735,385</u>	<u>\$ 1,899,505</u>	<u>\$ 16,329,383</u>

	Year Ended June 30, 2006			
	<u>Ministries and Programs</u>	<u>General and Administrative</u>	<u>Fund Raising</u>	<u>Total</u>
Grants and allocations	\$ 7,737,663	\$ -	\$ -	\$ 7,737,663
Salaries	1,302,826	507,774	782,204	2,592,804
Benefits	333,836	178,743	225,541	738,120
Travel	536,812	47,789	147,264	731,865
Telephone	35,264	21,066	19,529	75,859
Postage	40,645	30,903	37,121	108,669
Supplies	22,123	23,672	9,109	54,904
Printing	90,471	30,420	83,246	204,137
Outside services	97,490	87,970	91,704	277,164
Occupancy	102,602	(42,547)	42,402	102,457
Depreciation	10,501	110,779	4,570	125,850
Other expenses	370,140	(376,550)	292,334	285,924
	<u>\$ 10,680,373</u>	<u>\$ 620,019</u>	<u>\$ 1,735,024</u>	<u>\$ 13,035,416</u>

See accompanying independent auditors' report on supplemental information.