



**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

AUDITED FINANCIAL STATEMENTS  
AND ADDITIONAL INFORMATION

JUNE 30, 2011

**NOTIFICATION TO THIRD PARTY USERS OF THIS REPORT**

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**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

AUDITED FINANCIAL STATEMENTS AND OTHER FINANCIAL INFORMATION

JUNE 30, 2011

**AUDITED FINANCIAL STATEMENTS**

INDEPENDENT AUDITORS' REPORT.....	1
STATEMENTS OF FINANCIAL POSITION.....	2
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS – 2011.....	4
STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS – 2010.....	5
STATEMENTS OF CASH FLOWS – INDIRECT METHOD .....	6
NOTES TO FINANCIAL STATEMENTS .....	7

**ADDITIONAL INFORMATION**

INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION.....	14
STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM – 2011.....	15
STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM – 2010.....	17

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
**WorldTeach, Inc.**

We have audited the accompanying statements of financial position of **WorldTeach, Inc.** (A Not-for-Profit Organization) as of June 30, 2011 and 2010, and the related statements of activities and changes in net assets and cash flows – indirect method for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 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 **WorldTeach, Inc.** as of June 30, 2011 and 2010, and the activities and changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

GRAY, GRAY & GRAY, LLP

*Gray, Gray & Gray, LLP*

November 28, 2011

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

STATEMENTS OF FINANCIAL POSITION

**ASSETS**

	<u>2011</u>	<u>June 30,</u> <u>2010</u>
<b>CURRENT ASSETS</b>		
Cash	\$ 754,148	\$ 733,726
Accounts receivable, countries	201,739	155,005
Accounts receivable, volunteer fees	274,903	181,325
Prepaid expenses	<u>204,006</u>	<u>166,368</u>
<b>TOTAL CURRENT ASSETS</b>	<u>1,434,796</u>	<u>1,236,424</u>
<b>FURNITURE, FIXTURES, AND EQUIPMENT</b>	34,524	36,124
Less accumulated depreciation	<u>31,710</u>	<u>29,240</u>
<b>NET FURNITURE, FIXTURES, AND EQUIPMENT</b>	<u>2,814</u>	<u>6,884</u>
<b>INVESTMENTS</b>	<u>1,276,422</u>	<u>1,059,815</u>
<b>TOTAL ASSETS</b>	<u>\$ 2,714,032</u>	<u>\$ 2,303,123</u>

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

**LIABILITIES AND NET ASSETS**

	<u>2011</u>	<u>June 30,</u> <u>2010</u>
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 126,182	\$ 56,611
Accrued volunteer support	227,892	206,397
Deferred revenue	<u>605,025</u>	<u>625,050</u>
<b>TOTAL CURRENT LIABILITIES</b>	<u>959,099</u>	<u>888,058</u>
<b>NET ASSETS</b>		
Unrestricted	1,622,748	1,322,781
Temporarily restricted	<u>132,185</u>	<u>92,284</u>
<b>TOTAL NET ASSETS</b>	<u>1,754,933</u>	<u>1,415,065</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u>\$ 2,714,032</u>	<u>\$ 2,303,123</u>

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

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2011

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>			
<b>Support:</b>			
Public support	\$ 1,688,087	\$ 131,801	\$ 1,819,888
<b>Revenue:</b>			
Volunteer fees	1,290,667	-	1,290,667
Investment income	29,483	-	29,483
Other revenue	1,149	-	1,149
Loss on sale of furniture, fixtures and equipment	(400)	-	(400)
Unrealized gain on investments	187,585	-	187,585
	<u>1,508,484</u>	<u>-</u>	<u>1,508,484</u>
<b>NET ASSETS RELEASED FROM SATISFACTION OF PROGRAM RESTRICTIONS</b>	<u>91,900</u>	<u>(91,900)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<u>3,288,471</u>	<u>39,901</u>	<u>3,328,372</u>
<b>EXPENSES</b>			
Program expenses	2,843,542	-	2,843,542
General and administrative	136,688	-	136,688
Fundraising	8,274	-	8,274
<b>TOTAL EXPENSES</b>	<u>2,988,504</u>	<u>-</u>	<u>2,988,504</u>
<b>CHANGES IN NET ASSETS</b>	299,967	39,901	339,868
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<u>1,322,781</u>	<u>92,284</u>	<u>1,415,065</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 1,622,748</u>	<u>\$ 132,185</u>	<u>\$ 1,754,933</u>

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

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2010

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>SUPPORT AND REVENUE</b>			
<b>Support:</b>			
Public support	\$ 1,961,731	\$ 83,910	\$ 2,045,641
<b>Revenue:</b>			
Volunteer fees	1,233,526	-	1,233,526
Investment income	28,968	-	28,968
Other revenue	2,143	-	2,143
Unrealized gain on investments	109,121	-	109,121
	<u>1,373,758</u>	<u>-</u>	<u>1,373,758</u>
<b>NET ASSETS RELEASED FROM SATISFACTION OF PROGRAM RESTRICTIONS</b>			
	94,723	(94,723)	-
<b>TOTAL SUPPORT AND REVENUE</b>	<u>3,430,212</u>	<u>(10,813)</u>	<u>3,419,399</u>
<b>EXPENSES</b>			
Program expenses	2,959,256	-	2,959,256
General and administrative	194,130	-	194,130
Fundraising	2,027	-	2,027
<b>TOTAL EXPENSES</b>	<u>3,155,413</u>	<u>-</u>	<u>3,155,413</u>
<b>CHANGES IN NET ASSETS</b>	274,799	(10,813)	263,986
<b>NET ASSETS AT BEGINNING OF YEAR</b>	<u>1,047,982</u>	<u>103,097</u>	<u>1,151,079</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 1,322,781</u>	<u>\$ 92,284</u>	<u>\$ 1,415,065</u>

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

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

STATEMENTS OF CASH FLOWS - INDIRECT METHOD

	Year Ended June 30,	
	2011	2010
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ 339,868	\$ 263,986
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Depreciation	3,270	3,829
Unrealized gain on investments	(187,585)	(109,121)
Loss on sale of furniture, fixtures and equipment	400	-
(Increase) decrease in assets:		
Accounts receivable, countries	(93,578)	(2,839)
Accounts receivable, volunteer fees	(46,734)	86,047
Prepaid expenses	(37,638)	(11,531)
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	69,571	(46,342)
Accrued volunteer support	21,495	45,429
Deferred revenue	(20,025)	(203,195)
	<u>49,044</u>	<u>26,263</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Reinvested dividends	(29,022)	(28,670)
Purchases of investments	-	(300,000)
Proceeds from sale of asset	400	-
Acquisitions of furniture, fixtures, and equipment	-	(4,026)
	<u>(28,622)</u>	<u>(332,696)</u>
<b>NET CASH (USED) BY INVESTING ACTIVITIES</b>		
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	20,422	(306,433)
<b>CASH AT BEGINNING OF YEAR</b>	<u>733,726</u>	<u>1,040,159</u>
<b>CASH AT END OF YEAR</b>	<u>\$ 754,148</u>	<u>\$ 733,726</u>

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

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 1 – BUSINESS**

**Principal Business Activity** – WorldTeach, Inc. (the "Organization") is a private, not-for-profit organization which places North American volunteers in teaching positions in other countries. The Organization was founded in 1986 under the control of Phillips Brooks House Association, Inc., and was incorporated as an independent entity on November 1, 1991.

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES**

**Cash** – Cash deposits that are held in a Massachusetts bank are insured in full through a combination of insurance provided by the Federal Deposit Insurance Corporation (FDIC) and the Depositors Insurance Fund (DIF). Funds held in foreign countries and not insured by the FDIC amounted to \$167,691 and \$127,007 at June 30, 2011 and 2010, respectively.

**Accounts Receivable** – The Organization records an allowance for estimated uncollectible accounts in an amount approximating anticipated losses. Individual uncollectible pledges are written off against the allowance when collection of the individual account appears doubtful. At June 30, 2011 and 2010, management determined that no allowance for doubtful accounts was required.

**Furniture, Fixtures, and Equipment** – Furniture, fixtures, and equipment are recorded at cost and are depreciated using the straight-line method over the estimated useful lives of the assets (3 – 7 years). Expenditures for routine repairs and maintenance are charged to operations as they are incurred, while those which significantly improve or extend the lives of existing assets are capitalized.

**Investments** – Investments held in index mutual funds with readily determinable fair values are measured at fair value (at the closing prices reported in the active markets that the securities are traded) in the statements of financial position. Unrealized gains or losses are included in the changes in net assets. Investment income is reported net of brokerage fees and commissions. Investment transactions are recorded on a trade date basis.

Financial Accounting Standards Board ("FASB") ASC 820-10, "*Fair Value Measurements*", defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Fair value is 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. A fair value measurement assumes that the transaction to sell the asset or transfer the liability occurs in the principal market for the asset or liability or, in the absence of a principal market, the most advantageous market. Valuation techniques that are consistent with the market, income or cost approach, as specified by FASB ASC 820-10, are used to measure fair value. The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels as follows:

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

- Level 1 – inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities the Company has the ability to access.
- Level 2 – inputs are inputs (other than quoted prices included within level 1) that are observable for the asset or liability, either directly or indirectly.
- Level 3 – are unobservable inputs for the asset or liability and rely on management's own assumptions about the assumptions that market participants would use in pricing the asset or liability. (The unobservable inputs should be developed based on the best information available in the circumstances and may include the Company's own data).

**Concentrations of Credit Risk** – Financial instruments which potentially subject the Organization to concentrations of credit risk consist principally of cash, accounts receivable and investments. The Organization places its cash and investments with high-quality financial institutions and a reputable investment company to reduce its credit risk. The Organization's exposure to credit risk regarding their investments is directly impacted by fluctuations in trading markets.

Concentrations of credit risk with respect to accounts receivable are limited due to the number volunteers and countries.

**Deferred Revenue** – Volunteer and country fees collected in advance of departure are deferred until the related program begins.

**Contributions** – Contributions received and unconditional promises to give are classified as unrestricted, temporarily restricted or permanently restricted depending on the existence and/or nature of any donor restrictions. Contributions of donated non-cash assets are recorded at their fair values in the period received. Restricted contributions are classified as unrestricted if the restrictions are satisfied in the same reporting period in which the contributions are received. All other donor-restricted support is reported as an increase in temporarily restricted or permanently restricted net assets depending on the nature of the restriction. Restricted net assets are transferred to unrestricted net assets upon satisfaction of the time or purpose restrictions.

**Functional Allocation of Expenses** – The costs of providing the various programs of the Organization are summarized on a functional basis in the statements of activities and changes in net assets. Certain costs have been allocated among the programs based upon management's estimate of the percentage attributable to each program. Program costs are charged to operations as period costs when they are incurred.

**Foreign Currency Translation** – Gains or losses on foreign currency translations are calculated monthly using exchange rates in effect at the end of each month. The cumulative net gain or loss is included in program services in the statements of activities and changes in net assets.

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Advertising Costs** – Advertising costs are expensed as incurred and totaled \$6,230 and \$7,272 for the years ended June 30, 2011 and 2010, respectively.

**Income Taxes** – The Organization was determined to be exempt from federal income tax under provisions of Section 501(c)(3) of the Internal Revenue Code of 1986 (IRC) and qualifies for the 50% charitable deduction for individual donors. The Internal Revenue Service has not determined whether the Organization is a private foundation. Accordingly, no provisions for federal or state income taxes are required.

The Organization is required to recognize the financial statement impact of a tax position unless it is more likely than not that the position will not be sustained upon examination. If applicable, the Organization recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses.

Currently, the tax years ended June 30, 2008, 2009, and 2010 are open and subject to examination by the Internal Revenue Service and the Commonwealth of Massachusetts. However, the Organization is not currently under audit nor has the Organization been contacted by either of these jurisdictions.

Based on the evaluation of the Organization's tax positions, management believes all positions taken would be upheld under an examination. Therefore, no provision for the effects of uncertain tax positions has been recorded for the year ended June 30, 2011.

**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 the reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**NOTE 3 – INVESTMENTS**

Investments consist of the following at June 30, 2011:

	<u>Cost</u>	<u>Fair Value</u>	<u>Quoted Price Inputs (Level 1)</u>
Index securities	<u>\$ 1,103,944</u>	<u>\$ 1,276,422</u>	<u>\$ 1,276,422</u>

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 3 – INVESTMENTS (CONTINUED)**

Investments consist of the following at June 30, 2010:

	<u>Cost</u>	<u>Fair Value</u>	<u>Quoted Price Inputs (Level 1)</u>
Index securities	<u>\$ 1,074,922</u>	<u>\$ 1,059,815</u>	<u>\$ 1,059,815</u>

**NOTE 4 – ACCOUNTS RECEIVABLE AND DEFERRED REVENUE**

Accounts receivable and deferred revenue relate to the following programs at June 30, 2011:

	<u>Accounts Receivable</u>	<u>Deferred Revenue</u>
Colombia	\$ 130,613	\$ 19,500
Ecuador	128,250	161,670
Costa Rica	46,545	43,420
Pohnpei	41,736	20,000
Namibia	27,450	29,950
China	25,660	84,000
Thailand	24,440	28,940
Guyana	16,235	39,000
Chile	15,010	34,830
Panama	10,500	-
Tanzania	1,956	-
Marshall Island	1,500	55,725
Bulgaria	1,000	-
Rwanda	767	-
American Samoa	50	44,000
Poland	-	3,990
Kosrae	-	16,000
Bangladesh	-	24,000
Other	4,930	-
	<u>\$ 476,642</u>	<u>\$ 605,025</u>

**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 4 – ACCOUNTS RECEIVABLE AND DEFERRED REVENUE (CONTINUED)**

Accounts receivable and deferred revenue relate to the following programs at June 30, 2010:

	<u>Accounts Receivable</u>	<u>Deferred Revenue</u>
Ecuador	\$ 94,810	\$ 168,560
Colombia	90,574	21,500
Pohnpei	49,750	18,000
Costa Rica	28,967	28,940
Chile	25,818	50,580
Thailand	12,912	9,980
Guyana	8,581	36,000
Namibia	8,410	5,990
American Samoa	3,498	44,000
Bulgaria	4,453	-
China	4,358	133,500
Rwanda	1,000	-
Kosrae	750	20,000
Bangladesh	49	16,000
Marshall Island	2,400	72,000
	<u>\$ 336,330</u>	<u>\$ 625,050</u>

**NOTE 5 – COMMITMENTS**

The Organization sub-leases office space in Cambridge, Massachusetts from Harvard University, Kennedy School of Government under a non-cancelable lease through June 30, 2012. Total rent expense was \$75,608 and \$87,213 for 2011 and 2010, respectively (including \$4,593 and \$4,504 for rent in foreign countries for 2011 and 2010, respectively). The lease provides for additional charges, which were based on the Organization's proportionate share of increases in operating costs and real estate taxes.

Future minimum lease payments under operating leases are approximately as follows:

<u>Year Ended June 30,</u> 2012	\$ 69,413
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**WORLDTEACH, INC.**  
(A Not-for-Profit Organization)

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2011

**NOTE 6 – ACCRUED VOLUNTEER SUPPORT**

Accrued volunteer support represents the estimated cost to maintain the field offices and the U.S. office through the term of service of the most recently placed volunteers and relates to the following programs at June 30:

	<u>2011</u>	<u>2010</u>
Colombia	\$ 66,775	\$ 45,423
Tanzania	29,165	22,047
Costa Rica	29,109	23,183
Namibia	28,085	26,498
Chile	20,519	23,205
Panama	18,605	-
Ecuador	18,938	24,972
Thailand	7,219	6,514
Poland	3,760	3,939
China	2,705	4,065
South Africa	3,012	4,279
Rwanda	-	22,272
	<u>\$ 227,892</u>	<u>\$ 206,397</u>

**NOTE 7 – DONATED SERVICES**

Many individuals volunteer their time and perform a variety of tasks that assist the Organization with writing manuals, translations and other various services. No value has been assigned to these volunteer services, as the criteria for recognition under generally accepted accounting principles have not been satisfied.

**NOTE 8 – SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through November 28, 2011, the date which the financial statements were available to be issued. There were no events noted that required disclosure in these financial statements.

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## INDEPENDENT AUDITORS' REPORT ON ADDITIONAL INFORMATION

Board of Directors  
**WorldTeach, Inc.**

We have audited the financial statements of **WorldTeach, Inc.** (A Not-for-Profit Organization) as of and for the years ended June 30, 2011 and 2010, and have issued our report thereon dated November 28, 2011, which contained an unqualified opinion on those financial statements. Our audit was performed for the purpose of forming an opinion on the financial statements as a whole. The statements of support, revenue and expenses by program is presented for the 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.

GRAY, GRAY & GRAY, LLP

*Gray, Gray & Gray, LLP*

November 28, 2011

WORLDTEACH, INC.  
(A Not-for-Profit Organization)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2011

	Program											Subtotal			
	American Samoa	Bangladesh	Chile - Ministry	Chile - Pat Sur	China	China Summer	Colombia	Costa Rica	Costa Rica Summer	Ecuador	Ecuador SP		Guyana	Marshall Islands	FSM Kosrae
<b>SUPPORT AND REVENUE</b>															
Public support	\$ 338,800	\$ 132,750	\$ 2,515	\$ 30,000	\$ 262,467	\$ 1,153	\$ 212,680	\$ 85,837	\$ -	\$ 7,193	\$ 361	\$ 44,299	\$ 376,690	\$ 112,500	\$ 1,607,245
Volunteer fees	-	-	86,790	-	36,500	35,910	52,500	109,280	-	237,067	81,010	30,000	-	-	749,667
Investment income	-	-	115	-	157	-	-	17	-	-	-	-	-	(400)	(111)
Other revenue	-	-	-	-	-	32	-	-	-	-	-	-	30	-	62
Loss on sale of furniture, fixtures and equipment	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unutilized gain on investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>VOLUNTEER PLACEMENT</b>	<b>338,800</b>	<b>132,750</b>	<b>89,420</b>	<b>30,000</b>	<b>299,124</b>	<b>37,095</b>	<b>265,180</b>	<b>195,134</b>	<b>80,610</b>	<b>244,260</b>	<b>81,371</b>	<b>74,299</b>	<b>376,720</b>	<b>112,100</b>	<b>2,356,863</b>
Airline tickets	37,229	19,032	16,601	2,840	66,065	13,213	22,260	11,736	15,682	21,312	18,409	9,852	62,866	17,131	339,227
Health insurance	8,308	3,384	9,141	741	13,747	955	10,502	6,211	2,131	10,344	2,119	5,427	12,523	4,489	90,028
Room and board	85,745	-	48	-	-	-	34,348	26,842	-	1,100	2,800	-	60,333	-	184,373
Supern advances	90,987	28,513	233	18,375	138,805	-	69,251	26,842	-	1,164	-	-	30,935	30,289	495,393
Other	3,740	22,477	475	107	641	723	12,211	14,257	1,069	2,968	1,767	220	23,643	3,662	87,960
	226,009	73,407	26,497	22,063	219,258	14,891	119,224	93,393	18,882	36,887	25,095	13,499	190,306	55,571	1,136,981
<b>ORIENTATION EXPENSES</b>															
Expenses at site	8,526	2,128	9,353	-	4,157	45	20,049	18,999	2,548	28,211	10,264	5,567	18,990	3,881	133,118
Expenses in USA	75	3,463	3,832	449	4,729	1,480	461	6	-	15	-	-	(134)	-	14,376
In-service	940	854	1,424	-	2,387	3,287	10,630	6,949	1,515	7,431	6,024	3,149	16,635	1,075	62,000
	9,541	6,445	14,609	449	11,273	4,912	31,141	25,554	4,062	35,641	16,203	8,715	35,491	4,956	209,483
<b>COMPENSATION AND RELATED COSTS</b>															
Compensation	34,099	16,880	33,660	1,967	61,516	9,230	48,716	36,025	25,248	70,962	24,573	29,997	61,733	22,928	477,536
Payroll taxes	2,802	1,462	2,559	244	4,630	1,097	4,264	2,950	2,802	5,848	2,802	1,828	4,143	1,340	38,752
Benefits	2,541	1,416	2,264	180	3,892	811	3,521	2,149	2,273	5,128	2,172	1,786	3,934	1,426	33,494
Work study	1,167	609	1,065	102	1,929	457	1,776	1,117	1,167	2,436	1,167	761	1,726	588	16,039
	40,610	20,367	39,549	2,493	71,966	11,594	58,779	42,222	31,491	84,375	30,715	34,373	71,535	26,253	565,800
<b>ADMINISTRATIVE EXPENSES</b>															
Advertising	327	171	299	28	541	128	498	313	327	683	327	213	484	157	4,496
Meals and entertainment	1,146	1	234	-	71	1	466	285	50	744	94	42	828	33	3,986
Office supplies and expenses	2,988	2,502	2,497	193	4,868	867	4,571	4,007	2,415	8,150	3,015	2,757	9,602	2,655	51,089
Postage	341	165	297	28	701	63	644	337	331	1,071	334	464	893	179	5,847
Printing and copying	83	35	109	6	128	26	113	134	67	240	130	222	352	32	1,677
Rent	3,335	1,740	3,045	290	5,510	1,305	5,075	7,783	3,335	6,960	3,335	2,175	4,950	1,595	50,412
Telephone	1,808	142	656	24	996	105	1,392	1,533	321	4,144	275	1,102	1,270	345	14,116
Travel	3,982	3,312	1,904	35	5,948	390	4,930	1,404	583	5,177	2,864	2,426	9,806	2,315	45,077
Vehicle expense	268	140	251	23	443	105	2,312	3,006	268	1,672	308	175	396	128	1,795
Professional fees	22,383	568	3,848	1,968	1,364	(382)	25,790	6,863	3,417	5,718	2,711	8,290	12,265	389	9,496
Other expenses	36,661	8,777	13,241	2,594	20,571	2,609	45,792	25,665	11,114	34,599	13,394	17,867	42,624	7,898	95,297
<b>OTHER ITEMS</b>															
Depreciation	98	51	90	9	162	38	150	94	98	449	98	64	298	367	2,066
Foreign currency translation	-	20	(1,100)	-	(32,523)	(4)	(2,973)	(1,110)	-	56	-	(12)	(58)	-	(37,713)
	58	71	(1,020)	9	(32,361)	34	(2,823)	(1,016)	98	505	98	52	240	367	(35,647)
<b>TOTAL EXPENSES</b>	<b>313,319</b>	<b>109,067</b>	<b>92,676</b>	<b>27,608</b>	<b>290,706</b>	<b>34,042</b>	<b>251,611</b>	<b>185,818</b>	<b>65,647</b>	<b>191,967</b>	<b>85,605</b>	<b>76,507</b>	<b>340,197</b>	<b>94,975</b>	<b>2,159,944</b>
<b>EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES</b>	<b>\$ 25,481</b>	<b>\$ 23,683</b>	<b>\$ (3,456)</b>	<b>\$ 2,592</b>	<b>\$ 8,418</b>	<b>\$ 3,053</b>	<b>\$ 13,569</b>	<b>\$ 9,316</b>	<b>\$ 14,963</b>	<b>\$ 52,293</b>	<b>\$ (4,234)</b>	<b>\$ (2,208)</b>	<b>\$ 36,523</b>	<b>\$ 17,125</b>	<b>\$ 196,919</b>

Amounts may not foot due to rounding.

WORLDTEACH, INC.  
(A Not-for-Profit Organization)  
(CONTINUED)

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES BY PROGRAM

YEAR ENDED JUNE 30, 2011

	Balance Forward	FSM Pohnpei	Namibia	Namibia Semester	Namibia SP	Panama	Poland SP	Rwanda	S. Africa SP	Tanzania	Thailand	Program Total	General and Administrative	Fund Raising	Total
<b>SUPPORT AND REVENUE</b>															
Public support	\$ 1,607,245	\$ 89,936	\$ 7,181	-	\$ 14,085	\$ 21,000	\$ -	\$ 3,248	\$ -	\$ 27,423	\$ 504	\$ 1,764,622	\$ 550	\$ 54,716	\$ 1,819,888
Volunteer fees	749,667	-	71,880	29,940	97,360	20,450	63,840	-	104,310	88,350	64,870	1,290,667	-	-	1,290,667
Investment income	(111)	-	-	-	-	-	-	-	-	-	-	(111)	-	-	29,483
Other revenue	62	-	1,087	-	-	-	-	-	-	-	-	1,149	-	-	1,149
Loss on sale of furniture, fixtures and equipment	-	-	-	-	-	-	-	-	-	-	-	-	(400)	-	-
Unrealized gain on investments	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	<u>2,356,863</u>	<u>89,936</u>	<u>80,148</u>	<u>29,940</u>	<u>111,445</u>	<u>41,450</u>	<u>63,840</u>	<u>3,248</u>	<u>104,310</u>	<u>118,773</u>	<u>65,374</u>	<u>3,056,327</u>	<u>187,585</u>	<u>54,716</u>	<u>3,328,372</u>
<b>VOLUNTEER PLACEMENT</b>															
Airline tickets	339,227	12,481	21,697	12,173	40,579	2,476	19,963	-	39,033	27,625	14,270	529,523	-	-	529,523
Health insurance	90,028	1,814	6,000	744	1,599	3,183	844	1,950	804	5,778	6,591	119,332	-	-	119,332
Room and board	184,373	-	-	-	-	1,830	-	-	-	288	-	186,491	-	-	186,491
Stipend advances	435,293	23,275	-	-	5,197	2,560	-	9,626	-	2,194	-	478,245	-	-	478,245
Other	87,960	2,415	767	48	198	323	245	598	71	1,800	1,800	94,497	-	2,654	97,151
	<u>1,136,981</u>	<u>39,985</u>	<u>28,464</u>	<u>12,965</u>	<u>47,573</u>	<u>10,371</u>	<u>21,051</u>	<u>12,174</u>	<u>39,908</u>	<u>35,957</u>	<u>22,661</u>	<u>1,408,090</u>	<u>-</u>	<u>2,654</u>	<u>1,410,744</u>
<b>ORIENTATION EXPENSES</b>															
Expenses at site	133,118	2,834	6,591	553	5,420	2,553	2,533	-	-	7,922	1,926	163,449	-	-	163,449
Expenses in USA	14,376	30	-	-	129	-	-	-	-	2,206	63	16,803	-	-	16,803
In-service	62,000	688	2,247	297	1,527	-	1,870	2,144	-	1,921	688	73,782	-	-	73,782
	<u>209,493</u>	<u>3,551</u>	<u>8,838</u>	<u>850</u>	<u>7,347</u>	<u>2,682</u>	<u>4,402</u>	<u>2,144</u>	<u>-</u>	<u>12,048</u>	<u>2,677</u>	<u>254,034</u>	<u>-</u>	<u>-</u>	<u>254,034</u>
<b>COMPENSATION AND RELATED COSTS</b>															
Compensation	477,536	20,241	30,280	5,902	21,183	10,641	19,631	4,662	19,672	25,894	26,509	662,151	54,047	490	716,688
Payroll taxes	38,752	975	1,462	731	2,437	609	1,949	-	2,437	1,828	1,584	52,764	10,887	640	64,291
Benefits	33,494	1,123	1,516	940	1,802	584	1,441	-	1,802	1,948	1,573	45,823	392	-	46,215
Work study	16,039	406	609	305	1,015	254	812	-	1,015	761	660	21,975	4,102	1,367	27,344
	<u>565,820</u>	<u>22,745</u>	<u>33,868</u>	<u>7,478</u>	<u>26,437</u>	<u>12,088</u>	<u>23,833</u>	<u>4,662</u>	<u>24,226</u>	<u>30,431</u>	<u>30,236</u>	<u>782,614</u>	<u>69,428</u>	<u>2,497</u>	<u>854,539</u>
<b>ADMINISTRATIVE EXPENSES</b>															
Advertising	4,496	114	171	85	285	71	228	-	285	213	283	6,230	-	-	6,230
Meals and entertainment	3,996	388	708	193	277	153	27	455	2	264	1	6,465	-	-	6,465
Office supplies and expenses	51,089	1,353	2,330	578	1,927	1,728	1,900	65	2,224	2,489	2,109	67,792	3,189	2,338	73,319
Postage	5,947	142	333	83	337	78	264	22	276	311	211	7,904	1,542	231	9,677
Printing and copying	1,677	133	35	17	58	38	64	9	58	129	54	2,272	312	-	2,584
Rent	50,412	1,160	1,740	870	2,900	725	2,320	703	2,900	2,175	1,885	67,086	8,167	355	75,608
Telephone	14,116	924	3,242	71	420	592	319	703	253	639	269	21,568	1,324	199	23,091
Travel	45,077	3,812	6,165	689	690	1,348	466	445	267	2,484	2,626	64,069	1,64	-	64,233
Vehicle expense	1,795	391	262	262	262	-	-	-	-	108	-	2,556	-	-	2,556
Professional fees	9,496	93	140	70	233	58	187	-	42,223	234	152	52,885	15,551	-	68,437
Other expenses	95,297	1,665	11,981	807	5,269	20,646	58	(15,240)	(26)	13,347	1,935	135,848	36,806	-	172,654
	<u>283,297</u>	<u>10,175</u>	<u>27,117</u>	<u>3,484</u>	<u>12,495</u>	<u>25,438</u>	<u>5,832</u>	<u>(13,541)</u>	<u>48,460</u>	<u>22,413</u>	<u>9,255</u>	<u>434,676</u>	<u>67,055</u>	<u>3,123</u>	<u>504,854</u>
<b>OTHER ITEMS</b>															
Depreciation	2,066	136	156	26	85	21	68	300	85	64	58	3,065	205	-	3,270
Foreign currency transition	(37,713)	(1)	(1,456)	1	-	5	(38)	226	-	(460)	(460)	(38,936)	-	-	(38,936)
	<u>(35,647)</u>	<u>135</u>	<u>(1,300)</u>	<u>27</u>	<u>85</u>	<u>26</u>	<u>30</u>	<u>526</u>	<u>85</u>	<u>(02)</u>	<u>(02)</u>	<u>(35,871)</u>	<u>205</u>	<u>-</u>	<u>(35,666)</u>
<b>TOTAL EXPENSES</b>	<u>2,159,944</u>	<u>76,592</u>	<u>96,987</u>	<u>24,784</u>	<u>93,937</u>	<u>50,606</u>	<u>55,149</u>	<u>5,965</u>	<u>113,379</u>	<u>101,414</u>	<u>64,787</u>	<u>2,843,542</u>	<u>135,688</u>	<u>8,274</u>	<u>2,988,504</u>
<b>EXCESS (DEFICIENCY) OF SUPPORT AND REVENUE OVER EXPENSES</b>	<u>\$ 196,919</u>	<u>\$ 7,344</u>	<u>\$ (16,839)</u>	<u>\$ 5,156</u>	<u>\$ 17,508</u>	<u>\$ (9,155)</u>	<u>\$ 8,691</u>	<u>\$ (2,717)</u>	<u>\$ (9,069)</u>	<u>\$ 14,359</u>	<u>\$ 587</u>	<u>\$ 212,785</u>	<u>\$ 80,641</u>	<u>\$ 46,442</u>	<u>\$ 339,858</u>

Amounts may not foot due to rounding.



