

Report from Our Accountant (cont.)

NOTE 2: INVESTMENTS

The Organization carries investments at cost. Investments include marketable equity securities and mutual funds that invest in debt and equity securities. Investments as of December 31, 2006, are summarized as follows:

	<u>Cost</u>	<u>Fair Market Value</u>	<u>Unrealized Gain</u>
Common stocks	\$73,002	\$113,444	\$40,442
Stock mutual funds	229,404	273,493	44,089
Notes and partnership	<u>194,362</u>	<u>195,362</u>	<u>1000</u>
	<u>\$496,768</u>	<u>\$582,299</u>	<u>\$85,531</u>

NOTE 3: TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets represent the unexpended portion of donor-restricted contributions for specific programs conducted by certain members of the Organization's Board of Directors. During 2006, the Organization released \$89,219 of temporarily restricted net assets by incurring seminar, conference fees, stipends and certain administrative expenses.