INDEPENDENT AUDITOR'S REPORT

FINANCIAL STATEMENTS

Statement of Financial Position 1
Statement of Activities 2
Statement of Cash Flows 3

NOTES TO FINANCIAL STATEMENTS 4-5

OTHER REPORT

Independent Auditor’s Report on Compliance and Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance With Government Auditing Standards 6-7
Board of Directors
Habitat for Humanity of Georgia, Inc.

Independent Auditor’s Report

I have audited the accompanying statement of financial position of Habitat for Humanity of Georgia, Inc., (a nonprofit organization), as of December 31, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization’s management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America, and Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Habitat for Humanity of Georgia, Inc., as of December 31, 2009, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, I have also issued a report dated March 7, 2010, on my consideration of the Organization’s internal control over financial reporting and my tests of it’s compliance with certain provisions of laws, regulations, contracts, and grants.

A. Kent Chapman, CPA PC

March 7, 2010
HABITAT FOR HUMANITY OF GEORGIA, INC.
Statement of Financial Position
December 31, 2009

<table>
<thead>
<tr>
<th>ASSETS</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Assets</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>$ 4,504</td>
</tr>
<tr>
<td>Total current assets</td>
<td>4,504</td>
</tr>
<tr>
<td>Total assets</td>
<td>$ 4,504</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>LIABILITIES AND NET ASSETS</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Current liabilities</td>
<td>$ -</td>
</tr>
<tr>
<td>Total liabilities</td>
<td>-</td>
</tr>
<tr>
<td>Net assets</td>
<td></td>
</tr>
<tr>
<td>Unrestricted</td>
<td>4,504</td>
</tr>
<tr>
<td>Temporarily restricted</td>
<td></td>
</tr>
<tr>
<td>Total liabilities and net assets</td>
<td>$ 4,504</td>
</tr>
</tbody>
</table>

The accompanying notes are an integral part of these statements.
HABITAT FOR HUMANITY OF GEORGIA, INC.
Statement of Activities
For the Year Ended December 31, 2009

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Temporarily Restricted</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Support and revenue</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Membership Dues and Fees</td>
<td>$ 2,594</td>
<td>$</td>
<td>$ 2,594</td>
</tr>
<tr>
<td><strong>Total support and revenue</strong></td>
<td>$ 2,594</td>
<td></td>
<td>$ 2,594</td>
</tr>
<tr>
<td><strong>Expenditures</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program services</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Supporting services</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and general</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>Total expenses</strong></td>
<td>$ 2,594</td>
<td>$</td>
<td>$ 2,594</td>
</tr>
<tr>
<td>Change in Net Assets</td>
<td>2,594</td>
<td></td>
<td>2,594</td>
</tr>
<tr>
<td>Net Assets, Beginning of Year</td>
<td>1,910</td>
<td></td>
<td>1,910</td>
</tr>
<tr>
<td>Net Assets, End of Year</td>
<td>$ 4,504</td>
<td>$</td>
<td>$ 4,504</td>
</tr>
</tbody>
</table>

*The accompanying notes are an integral part of these statements.*
CASH FLOWS FROM (TO) OPERATING ACTIVITIES

Change in net assets $ 2,594
Increase (decrease) for non-cash expenditures:
  Changes in:
    Accrued expenses
    Net change
  Net cash flow from (to) operating activities 2,594

Net increase (decrease) in cash 2,594

Cash and cash equivalents at beginning of year 1,910

Cash and cash equivalents at end of year $ 4,504

The accompanying notes are an integral part of these statements.
HABITAT FOR HUMANITY OF GEORGIA, INC.  
Notes to Financial Statements  
December 31, 2009

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Habitat for Humanity of Georgia, Inc. (the Organization) is a nonprofit corporation organized under the laws of the state of Georgia in January 2009. The mission of the Organization is to support and benefit the work of affiliate projects of Habitat for Humanity International, Inc. These affiliate projects involve working with economically disadvantaged people to help them create a better human habitat in which to live and work.

(A) Basis of Accounting

The accompanying financial statements of Habitat for Humanity of Georgia, Inc., have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles. Contributions are recorded when received unless susceptible to accrual. Restricted net assets are established to account for resources available for use, but expendable only for the purposes specified by donors.

(B) Financial Statement Presentation – SFAS 117

The Organization has adopted SFAS 117 (Financial Statements for Not-for-Profit Organizations”). Under SFAS 117, the organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. In addition, the organization is required to present a statement of cash flows. No permanently restricted net assets were held during fiscal year ended December 31, 2009, and accordingly, these statements do not reflect any activity related to these classes of net assets.

(C) Income Tax Status

The Organization is an exempt organization for Federal income tax purposes under Section 501(c)(3) of the Internal Revenue code.

(D) Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of these financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.
(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

(E) Contribution of Services

Contributions of services are recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donations. Contributed services recognized are reflected in the financial statements at the fair value of the services received. The Organization pays for most services requiring specific expertise. However, some individuals volunteer their time and perform a variety of tasks that assist the Organization with specific programs. No amounts have been reflected in the accompanying financial statements for such volunteer efforts because the criteria for recognition under SFAS No. 116 have not been satisfied.

(F) Statement of Cash Flows

For the purposes of the Statements of Cash Flows, the Organization considers all highly liquid investments with a maturity of three months or less to be cash equivalents.

(H) Property and Equipment

Purchased property and equipment are recorded at cost, and donated assets are recorded at their estimated fair market value at the date of donation. Property and equipment are depreciated over the estimated useful lives (three to five years) of the related assets using the straight-line method. As of December 31, 2009, there were no recorded property and equipment assets.

(2) COMPLIANCE WITH LEGAL PROVISIONS

The organization is in compliance with all finance-related legal and contractual provisions.

(3) CONCENTRATION OF CREDIT RISK

The Organization maintains its cash and cash equivalents in a bank deposit account at a high quality financial institution. At no time during the year did the balance exceed the federally insured limit.
OTHER REPORT
Board of Directors  
Habitat for Humanity of Georgia, Inc.

Independent Auditor’s Report on Compliance and on Internal Control Over  
Financial Reporting Based on an Audit of Financial Statements Performed in  
Accordance with Government Auditing Standards

I have audited the financial statements of Habitat for Humanity of Georgia, Inc., (a not- 
for-profit organization) as of and for the year ended December 31, 2009, and have issued  
my report thereon dated March 7, 2010. I conducted my audit in accordance with  
auditing standards generally accepted in the United States of America, and Government  
Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Habitat for Humanity of  
Georgia, Inc.’s, financial statements are free of material misstatement, I performed tests  
of its compliance with certain provisions of laws, regulations, contracts, and grants,  
noncompliance with which could have a direct and material effect on the determination  
of financial statement amounts. However, the objective of my audit of the financial  
statements was not to provide an opinion on overall compliance with such provisions, and  
accordingly, I do not express such an opinion. The results of my tests disclosed no  
instances of noncompliance that are required to be reported under Government Auditing  
Standards.

Internal Control Over Financial Reporting

In planning and performing my audit of the financial statements of Habitat for Humanity  
of Georgia, Inc., for the year ended December 31, 2009, I considered the Organization’s  
internal control over financial reporting in order to determine my auditing procedures for  
the purpose of expressing my opinion on the financial statements and not to provide an  
assurance on the internal control over financial reporting. I noted no matters involving the  
internal control over financial reporting and its operation that I consider to be reportable  
conditions.
Reportable conditions involve matters coming to my attention relating to significant deficiencies in the design or operation of the internal control over financial reporting that, in my judgment, could adversely affect The Organization’s ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. My consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses.

This report is intended for the information of management, the Board of Directors, and federal awarding agencies and pass-through entities. However, this report is a matter of public record, and its distribution is not limited.

March 7, 2010