



HUMANITY GIFTS REGISTRY
PHILADELPHIA COUNTY
AUDIT REPORT
FOR THE YEARS ENDED
JUNE 30, 2006 AND 2005

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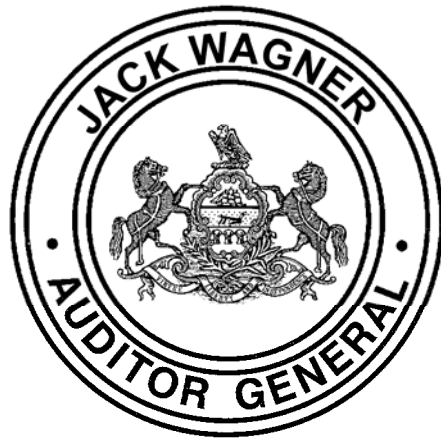
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HUMANITY GIFTS REGISTRY
INTRODUCTION AND BACKGROUND INFORMATION
FOR THE YEARS ENDED
JUNE 30, 2006 AND 2005

The Humanity Gifts Registry (HGR), created by the General Assembly through the Anatomical Law on June 13, 1883, was originally known as the Anatomical Board of the State of Pennsylvania. The Anatomical Law was enacted “for the promotion of medical science by the distribution of and use of unclaimed human bodies for scientific purposes through a board created for that purpose, and to prevent unauthorized uses and traffic in human bodies.” HGR receives cadavers through donations or when cadavers are not claimed by family or friends. The bodies are distributed to medical, dental, and podiatric schools and colleges based on availability and the number of students enrolled at each respective school and college.

The Executive Committee of HGR is comprised of a representative from the 12 medical, dental, and podiatry schools and colleges in the Commonwealth. The 12 member schools and colleges are:

- Drexel University College of Medicine.
- Philadelphia College of Osteopathic Medicine.
- Penn State Milton S. Hershey Medical Center.
- Jefferson Medical College.
- Temple University School of Podiatric Medicine.
- Temple University School of Dentistry.
- Temple University School of Medicine.
- University of Pennsylvania School of Dental Medicine.
- University of Pennsylvania School of Medicine.
- University of Pittsburgh School of Dental Medicine.
- University of Pittsburgh School of Medicine.
- Lake Erie College of Osteopathic Medicine.



Independent Auditor's Report

The Honorable Edward G. Rendell
Governor
Commonwealth of Pennsylvania and
Harrisburg, PA 17120

Dr. Bruce Hirsch
Executive Secretary
Humanity Gifts Registry
130 South Ninth Street
Suite 1550
Philadelphia, PA 19107

We have audited the accompanying statement of monetary assets arising from cash transactions as of June 30, 2006 and the related statement of cash receipts, disbursements, and changes in cash of the Humanity Gifts Registry, Philadelphia County, Pennsylvania, for the years ended June 30, 2006 and 2005. These financial statements are the responsibility of the management of Humanity Gifts Registry. Our responsibility is to express an opinion on these statements based on our audit.

We conducted our 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 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.

As described more fully in Note 1, the accompanying financial statements were prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the monetary assets arising from transactions of the Humanity Gifts Registry, as of June 30, 2006, and changes in cash for the years ended June 30, 2006 and 2005, on the basis of accounting described in Note 1.

Independent Auditor's Report (Continued)

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2007, on our consideration of the Humanity Gifts Registry's internal control over financial reporting and on our tests of its compliance with certain provisions of laws and regulations. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

September 20, 2007

JACK WAGNER
Auditor General

HUMANITY GIFTS REGISTRY
PHILADELPHIA COUNTY
STATEMENT OF MONETARY ASSETS ARISING FROM CASH TRANSACTIONS
JUNE 30, 2006

Assets:

Cash (Note 3)	<u>\$ 45,025.55</u>
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Notes to the Financial Statements are an integral part of this report.

HUMANITY GIFTS REGISTRY
 PHILADELPHIA COUNTY
 STATEMENT OF CASH RECEIPTS, DISBURSEMENTS, AND CHANGES IN CASH
 FOR THE YEARS ENDED
 JUNE 30, 2006 AND 2005

	<u>2006</u>	<u>2005</u>
Cash Receipts:		
Premium Refunds	\$ -	\$ 124.00
Insurance Premium Reimbursement	1,573.76	3,416.22
Bank Adjustments	10.00	-
Assessment for Cadavers	243,000.00	219,650.00
Claimed Cadavers	730.00	190.00
Burial Receipts	5,670.02	5,365.02
Transportation Reimbursement	40,310.00	37,372.50
Donations	3,073.00	1,730.00
Interest Earned	233.80	225.90
Void Checks	550.00	1,107.24
Miscellaneous	100.00	100.00
Infant Reimbursement	<u>7,065.00</u>	<u>4,040.00</u>
Total cash receipts	302,315.58	273,320.88
Cash disbursements:		
Reissue Lost Checks	-	1,107.24
Salaries	82,722.44	79,033.70
Employee Benefits	29,448.75	29,873.24
Payroll Taxes	37,188.32	35,749.41
Transportation and Professional Services	111,081.80	102,804.75
Rents	16,661.58	16,176.40
Office Supplies and Expenses	6,071.96	7,194.77
Telephone	5,401.43	5,624.45
Postage	2,590.00	3,330.00
Memorial and Burial Expenses	9,352.50	11,012.30
Infant Disposition	3,370.00	2,020.00
Miscellaneous	50.00	-
Bank Charges	136.45	193.30
Returned Checks	<u>365.00</u>	<u>25.00</u>
Total cash disbursements	304,440.23	294,144.56
Net Increase (Decrease) In Cash	(2,124.65)	(20,823.68)
Cash Balance, July 1	<u>47,150.20</u>	<u>67,973.88</u>
Cash Balance, June 30	<u>\$ 45,025.55</u>	<u>\$ 47,150.20</u>

Notes to the Financial Statements are an integral part of this report.

HUMANITY GIFTS REGISTRY
PHILADELPHIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2006 AND 2005

1. Summary Of Significant Accounting Policies

Basis Of Accounting

The Humanity Gifts Registry maintains its financial records on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles. Under that basis, the only asset recognized is cash, and no liabilities are recognized. Revenues are recognized when received rather than when earned, and expenses are recognized when paid rather than when the obligation is incurred.

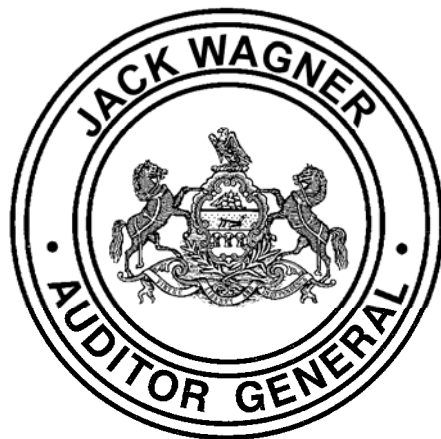
2. Reporting Entity

The Humanity Gifts Registry is a not-for-profit organization that was created by Commonwealth law in 1883. The Humanity Gifts Registry distributes cadavers to medical, dental, and podiatric schools based on need and availability. The accompanying financial statements reflect the monetary assets arising from transactions of the Humanity Gifts Registry, as of June 30, 2006, and changes in cash for the years ended June 30, 2006 and 2005.

3. Cash

Cash consisted of the following at June 30, 2006:

Checking Account	\$ 8,249.86
Savings Account	<u>36,775.69</u>
Total Cash	<u><u>\$ 45,025.55</u></u>



Report On Internal Control Over Financial Reporting And On Compliance
And Other Matters Based On An Audit Of Financial Statements Performed
In Accordance With Government Auditing Standards

The Honorable Edward G. Rendell
Governor
Commonwealth of Pennsylvania and
Harrisburg, PA 17120

Dr. Bruce Hirsch
Executive Secretary
Humanity Gifts Registry
130 South Ninth Street
Suite 1550
Philadelphia, PA 19107

We have audited the accompanying statement of monetary assets arising from cash transactions as of June 30, 2006 and the related statement of cash receipts, disbursements, and changes in cash of the Humanity Gifts Registry, Philadelphia County, Pennsylvania, for the years ended June 30, 2006 and 2005, and have issued our report thereon dated September 20, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Humanity Gifts Registry's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Humanity Gifts Registry's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Humanity Gifts Registry's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

Report On Internal Control Over Financial Reporting And On Compliance
And Other Matters Based On An Audit Of Financial Statements Performed
In Accordance With Government Auditing Standards (Continued)

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance And Other Matters

As part of obtaining reasonable assurance about whether the Humanity Gifts Registry's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Humanity Gifts Registry and is not intended to be and should not be used by anyone other than the specified party.

September 20, 2007

JACK WAGNER
Auditor General

HUMANITY GIFTS REGISTRY
PHILADELPHIA COUNTY
REPORT DISTRIBUTION
FOR THE YEARS ENDED
JUNE 30, 2006 AND 2005

This report was initially distributed to:

The Honorable Edward G. Rendell
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Ms. Rochelle Wells
Administrator
Humanity Gifts Registry
P. O. Box 835
Philadelphia, PA 19105-0835

The Honorable Edward G. Rendell

Governor

Dr. Bruce Hirsch

Executive Secretary

Ms. Rochelle Wells

Administrator

The Honorable Anna C. Verna

City Council President

This report is a matter of public record. Copies of this report may be obtained from the Pennsylvania Department of the Auditor General, Office of Communications, 318 Finance Building, Harrisburg, PA 17120. If you have any questions regarding this report or any other matter, you may contact the Department of the Auditor General by accessing our website at www.auditorgen.state.pa.us.