HANOVER HABITAT FOR HUMANITY, INC.

Financial Statements

For the years ended
June 30, 2015 and 2014

HANOVER HABITAT FOR HUMANITY, INC.

Contents

Independent Auditor's Report

The Board of Directors
Hanover Habitat for Humanity, Inc.
Mechanicsville, Virginia

Report on the Financial Statements

We have audited the accompanying financial statements of Hanover Habitat for Humanity, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2015 and 2014, and the related statements of activities, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Hanover Habitat for Humanity, Inc. as of June 30, 2015 and 2014, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Frank Barcalow CPA, PLLC
Richmond, Virginia
October 2, 2015

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Members American Institute of Certified Public Accountants

Hanover Habitat for Humanity, Inc.

Statements of Financial Position
June 30, 2015 and 2014

		2015		2014
Assets				
Current assets				
Cash and cash equivalents	$	731,886	$	725,552
Pledges receivable		1,780		3,250
Grants receivable		243,624		292,548
Inventory		699,266		677,785
Mortgages receivable - current portion		76,396		65,912
Other current assets		27,645		19,960
Total current assets		1,780,597		1,785,007
Property and equipment, net		18,864		21,547
Other assets				
Land held for resale		34,583		34,057
Mortgages receivable, net		962,136		1,020,493
		996,719		1,054,550
Total assets	$	2,796,180	$	2,861,104
Liabilities and net assets				
Current liabilities				
Accounts payable	$	73,764	$	113,257
Accrued expenses		109,347		87,364
Deferred revenue		79,893		280,705
Capital lease		1,693		769
Notes payable		26,344		24,040
Total current liabilities		291,041		506,135
Capital lease		6,078		-
Notes payable		499,342		524,056
Total liabilities		796,461		1,030,191
Net assets				
Unrestricted		1,921,907		1,789,203
Temporarily restricted		77,812		41,710
Total net assets		1,999,719		1,830,913
Total liabilities and net assets	$	2,796,180	$	2,861,104

See notes to financial statements.

Hanover Habitat for Humanity, Inc.

Statements of Activities
For the Years Ended June 30, 2015 and 2014

	2015			2014		
	Unrestricted	Temporarily	Total	Unrestricted	Temporarily	Total
Public support and revenue						
Support						
Corporations	$ 54,234	$ -	$ 54,234	$ 38,878	$ 35,410	$ 74,288
Individuals	122,462	-	122,462	58,148	-	58,148
All other	229,749	132,333	362,082	509,551	121,302	630,853
Total public support	406,445	132,333	538,778	606,577	156,712	763,289
Revenue						
Transfers to homeowners	650,000	-	650,000	1,109,555	-	1,109,555
Interest income	2,709	-	2,709	2,112	-	2,112
Interest - mortgage discount amortization	47,059	-	47,059	(19,111)	-	(19,111)
Restore Sales	661,865	-	661,865	588,621	-	588,621
Miscellaneous	(5,424)	-	(5,424)	5,040	-	5,040
Total revenue	1,356,209	-	1,356,209	1,686,217	-	1,686,217
Net assets released from restrictions	96,231	(96,231)	-	138,050	(138,050)	-
Total public support and revenue	1,858,885	36,102	1,894,987	2,430,844	18,662	2,449,506
Expenditures						
Program services	1,438,441	-	1,438,441	1,787,874	-	1,787,874
Supporting services						
Management and general	181,909	-	181,909	161,657	-	161,657
Fundraising	105,830	-	105,830	105,166	-	105,166
Total supporting services	287,739	-	287,739	266,823	-	266,823
Total expenditures	1,726,181	-	1,726,181	2,054,697	-	2,054,697
Change in net assets	132,704	36,102	168,806	376,147	18,662	394,809
Net assets at beginning of year	1,789,203	41,710	1,830,913	1,413,056	23,048	1,436,104
Net assets at end of year	$ 1,921,907	$ 77,812	$ 1,999,719	$ 1,789,203	$ 41,710	$ 1,830,913

See notes to financial statements.

Hanover Habitat for Humanity, Inc.

Statements of Functional Expenses
For the Years Ended June 30, 2015 and 2014

June 30, 2015	Program Services			Management and General			
	Construction	Other	Total	Fundraising	General and Administrative	Total	2015 Total
Salaries	$ 10,545	$ 146,845	$ 157,390	$ 67,487	$ 80,790	$ 148,277	$ 305,668
Benefits and payroll taxes	6,683	41,905	48,588	11,526	22,728	34,254	82,842
Other salary costs	-	-	-	-	17,001	17,001	17,001
Total salaries and benefits	17,228	188,750	205,978	79,013	120,519	199,532	405,511
Costs of goods sold - Restore	-	394,503	394,503	-	-	-	394,503
Construction costs	729,067	-	729,067	-	-	-	729,067
Occupancy	-	5,860	5,860	5,860	5,860	11,720	17,580
Other	24,222	61,861	86,083	15,645	53,315	68,960	155,043
Depreciation	5,906	3,074	8,980	-	-	-	8,980
Printing, postage, and advertising	-	3,170	3,170	5,312	2,215	7,527	10,697
Habitat for Humanity International Tithe	-	4,800	4,800	-	-	-	4,800
Total functional expenses	**$** 776,423	**$** 662,018	**$** 1,438,441	**$** 105,830	**$** 181,909	**$** 287,739	**$** 1,726,181

June 30, 2014	Program Services			Management and General			
	Construction	Other	Total	Fundraising	General and Administrative	Total	2014 Total
Salaries	$ 20,027	$ 128,340	$ 148,367	$ 64,948	$ 82,609	$ 147,557	$ 295,924
Benefits and payroll taxes	5,661	28,528	34,189	6,040	20,329	26,369	60,558
Other salary costs	-	-	-	-	12,693	12,693	12,693
Total salaries and benefits	25,688	156,868	182,556	70,988	115,631	186,619	369,175
Costs of goods sold - Restore	-	409,091	409,091	-	-	-	409,091
Construction costs	1,088,477	-	1,088,477	-	-	-	1,088,477
Occupancy	-	5,784	5,784	5,784	5,788	11,572	17,356
Other	28,199	49,736	77,935	19,776	38,210	57,986	135,921
Depreciation	8,151	6,237	14,388	-	-	-	14,388
Printing, postage, and advertising	2,863	1,980	4,843	8,618	2,028	10,646	15,489
Habitat for Humanity International Tithe	-	4,800	4,800	-	-	-	4,800
Total functional expenses	**$** 1,153,378	**$** 634,496	**$** 1,787,874	**$** 105,166	**$** 161,657	**$** 266,823	**$** 2,054,697

See notes to financial statements.

Hanover Habitat for Humanity, Inc.

Statements of Cash Flow
For the Years Ended June 30, 2015 and 2014

	2015	2014
Cash flows from operating activities		
Change in net assets	$ 168,806	$ 394,809
Adjustments to reconcile change in net assets		
to net cash(used in) provided by operating activities:		
Depreciation and amortization	8,980	14,388
Contributions in-kind income	(47,890)	(169,161)
Contributions in-kind expense	47,890	13,381
Loss on disposal of assets	5,837	600
Mortgages discount amortization	(47,059)	19,111
Proceeds from mortgages	94,932	72,645
Changes in operating assets and liabilities:		
(Increase) Decrease in pledges receivables	1,470	(310)
(Increase) Decrease in grants receivable	48,924	(218,744)
(Increase) Decrease in inventory	(21,481)	54,781
(Increase) Decrease in other assets	(7,685)	4,106
Increase (Decrease) in accounts payable	(39,493)	63,572
Increase (Decrease) in accrued expenses	21,983	44,771
Increase (Decrease) in deferred revenue	(200,812)	219,149
Net cash (used in) provided by operating activities	34,402	513,098
Cash flows from investing activities		
Investment in land held for resale	(526)	(513)
Purchases of equipment	(12,134)	(849)
Net cash (used in) provided by investing activities	(12,660)	(1,362)
Cash flows from financing activities		
Proceeds from line of credit	-	35,000
Principal payments on line of credit	-	(35,000)
Principal payments on notes payable	(22,410)	(21,088)
Capital lease	8,868	-
Principal payments on capital lease payable	(1,866)	(2,239)
Net cash (used in) provided by financing activities	(15,408)	(23,327)
Net (decrease) increase in cash and cash equivalents	6,334	488,409
Cash at beginning of year	725,552	237,143
Cash at end of year	$ 731,886	$ 725,552

See notes to financial statements.

NOTE 1. ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Hanover Habitat for Humanity, Inc. ("the Organization") is a non-stock, non-profit corporation formed in 1990, under the Code of the Commonwealth of Virginia for the purpose of providing decent, low-cost housing to economically disadvantaged families on a nondiscriminatory basis. The Organization is an affiliate of Habitat for Humanity International, Inc., a nondenominational Christian nonprofit organization. Although Habitat for Humanity International assists with information resources, training, publications, and in many other ways, the Organization is primarily and directly responsible for its own operations, which are conducted from Mechanicsville, Virginia. In 2005, the Organization opened a retail operation. The Restore operates like a thrift store, selling primarily donated goods. The funds raised from the operation of the store are used to support the Organization's mission of eliminating substandard housing in Hanover County.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its FASB ASC 958, *Non-Profit Entities,* (Accounting Standards Codification). Under those provisions, net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions as follows:

> Unrestricted net assets--Net assets that are not subject to donor-imposed stipulations.
>
> Temporarily restricted net assets--Net assets subject to donor-imposed stipulations that can be met by actions of the Organization pursuant to those stipulations or that expire by the passage of time.
>
> Permanently restricted net assets--Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. The income from these contributions is available to support the activities of the Organization as designated by the donors.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Based on prior write-off history, overall economic conditions, and the current aging status, the Organization establishes an allowance for doubtful accounts at a level considered adequate to cover anticipated credit losses on outstanding accounts receivable. The Organization determined that no allowance for doubtful accounts was necessary at June 30, 2015 and 2014.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Contributions
Contributions, including unconditional pledges, are recognized as revenue when donors' commitments are received. Conditional pledges become unconditional and are recognized as revenue when the conditions are substantially met. Unconditional pledges are recognized at the net present value, net of an allowance for uncollectible amounts and are classified as either unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and nature of any donor restrictions. Amounts due more than one year later are recorded at the present value of the estimated future cash flows, discounted at risk-free rates applicable to the years in which the promises were received.

Support that is restricted by the donor is reported as an increase in temporarily or permanently restricted net assets. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Income Tax Status
The Internal Revenue Service has determined that the Organization is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code. Contributions to the Organization are tax deductible as defined by Section 170 of the Internal Revenue Code. The Restore is not considered unrelated trade or business income for Federal purposes, as substantially all of the merchandise it sells consists of gifts or donations. Sales of Restore inventory are therefore exempt from tax according to section 513(a)(3) of the Internal Revenue Code.

Inventory

Purchased inventory is carried at cost and is recorded on a specific identification basis. Purchased inventory consist of land, construction in progress and building materials for homes. Donated inventory used in home construction is recorded at estimated fair value. For the Restore operations, contributed inventory is not recorded until it is sold due to the uncertainty of its ultimate value, also, for the Restore operations, inventory may be purchased and is recorded at cost.

Donated Land, Services, Furnishings and Equipment

Donated land, materials, and/or services are included in contributions, at fair market value as of the date of donation. A substantial number of unpaid volunteers have made significant contributions of their time in the Organization's administrative and operating activities. In accordance with accounting standards, the value of this donated time is not reflected in the financial statements.

Use of Estimates

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

Hanover Habitat For Humanity, Inc.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Functional expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and supporting services benefitted using both judgment and specific identification.

Pledges receivable

Unconditional promises to give, are recognized as revenue and receivables, in the period received. Conditional promises to give are recognized when the conditions on which they depend are substantially met. All of the Organization's pledges receivable are due within one year.

Advertising

Advertising costs of $1,692 for 2015 and $847 for 2014 were charged to expense as incurred. There was also advertising costs included in Restore costs of goods sold totaling $7,273 in 2015 and $12,043 in 2014.

Reclassifications

Certain prior year balances may have been reclassified to conform to current year presentation.

Mortgages receivable

Mortgages receivable consist of non-interest bearing mortgages which are collateralized by real estate and which have been discounted based on prevailing market interest rates for low-income housing at the time of issuance. These discounts are amortized and recognized as interest income over the term of the mortgage. Payable in monthly installments, the mortgages have an original maturity of twenty or thirty years.

If a mortgager fails to pay, the Organization may foreclose on the property to prevent further losses. As the property will revert back to the Organization, and mortgages are below market value at inception, there is no estimate for loan loss reserve given management's belief that the property retained will retain a reasonable value compared to the default mortgage amount.

The Organization evaluates loans for impairment on an individual receivable basis.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue and Cost Recognition

The Organization recognizes revenue from all homebuilding activities at the closing of the sale. During construction, all direct material and labor costs and those indirect costs related to acquisition and construction are capitalized as inventory, and all customer deposits are treated as liabilities. The Board of Directors approves house sale prices based on size. The cost of the houses is reflected in program services expenses as "building materials, supplies and land" in the year the mortgage is closed. The sale prices are concurrently reflected in the financial statements as "transfers to homeowners."

Property and equipment

Property and equipment are stated as cost. Depreciation of property is computed on the straight-line method over the estimated useful life of three to ten years for office furniture and equipment. The costs of major improvements over $500 are capitalized, while the costs of maintenance and repairs, which do not improve or extend the life of the respective assets, are expensed currently.

Land held for Building Sites

The Organization purchases land held for the purpose of development and resale. Purchased land is recorded at the lower of specific acquisition and carrying costs, or net estimated value. Donated land is recorded at the estimated fair market value of the property at the time of receipt, as determined by an appraisal.

NOTE 2. INVENTORY

Inventory as of June 30, 2015 and 2014 consists of the following:

	2015	2014
Materials	$ 34 738	$ 37 435
Vacant land	194 362	241 743
Construction in progress	470 166	398 607
	$ 699 266	$ 677 785

NOTE 3. MORTGAGE RECEIVABLES

The Organization does not charge interest on mortgages or loans. As such, each transaction is discounted to its present value at the date it occurs. As monthly payments are received this discount is amortized and recognized to revenue. At June 30, 2015, unamortized discounts were $391,703 and for 2014 was $438,761.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 4. LAND HELD FOR RESALE

The Organization holds a parcel of vacant land that was initially to be used for construction of a home; however; the land has been delineated as wetlands by the U.S. Army Corps of Engineers (Corps). The property is deemed to be sellable to a developer who needs to acquire wetlands in order for them to not disturb other wetlands and the Organization will place the property in the wetlands area overseen by the Corps. It is estimated that the resale fair market value of the land is $6,999 and $6,743 as of June 30, 2015 and 2014, respectively.

A one-acre property was acquired with the intent of building houses for the original land owner and for another Habitat Partner Family. The Town of Ashland development requirement increased costs to beyond reasonable costs for Habitat Partner Families. The Organization has decided to sell the land. The land value as of June 30, 2015 was $27,584 and for 2014 was $27,314.

NOTE 5. SUBORDINATE MORTGAGE RECEIVABLES

When the Organization sells homes, at least two non-interest bearing mortgages are extended to the buyer. The first mortgage is given for the sales prices of the home. A second or third mortgage is given for the difference between the sale price and the fair market value established by the appraiser. The second or third mortgage is then forgiven by 5% a year on a twenty-year mortgage and by 3.33% a year on an approximately thirty-year mortgage. Beginning the year ended June 30, 2015, the second or third mortgage will be forgiven after ownership of at least five years and the owner is current on the first mortgage. At such time, 1/60th of the second mortgage will be forgiven monthly, after the sixtieth month payment of the mortgage is remitted timely.

In event the buyer sells the home prior to the full forgiveness of the second or third mortgage, the Organization, whose policy is not to recognize the discounted present value of these mortgages, at the time they are given, recognizes as current revenue the amount received. As of June 30, 2015, the Organization held fifty-one, second or third mortgages, whose net face values total $1,204,855 and for 2014 the net face values was $1,152,093.

Beginning the year ended June 30, 2005, certain buyers signed a second mortgage to the Department of Housing and Community Development (DHCD) which covered the amount of closing costs paid on the buyers' behalf, These mortgages are forgivable by the DHCD over a five-year period. As of June 30, 2015, there were two mortgages to DHCD, valued at $14,000. As of June 30, 2014, there were two mortgages to DHCD, valued at $14,000. For these buyers, the above referenced second mortgages are held as third mortgages by the Organization.

NOTE 6. SUPPLEMENT CASH FLOW INFORMATION

Total interest paid for the year ended June 30, 2015 totaled $15,173 and for 2014 totaled $15,806.

Materials for use in building homes and professional services were donated for 2015 and the value was $47,890. Land for use in building homes, was donated for 2014 and the value was $189,100.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 7. CAPITAL LEASE PAYABLE

The Organization entered into a capital lease agreement for equipment, which is payable in sixty payments, interest rate,4.0%. Monthly installments began November 1, 2014 in the amount of $161. Leased property under the capital lease is as follows:

Equipment consisted of the following at June 30, 2015:

Equipment	$	8 868
Less accumulated depreciation and amortization		1 182
	$	7 686

Minimum lease payments under the capital lease for future years are:

2016	$	1 932
2017		1 932
2018		1 932
2019		1 932
2020		644
Less amounts representing interest		(601)
	$	7 771

Interest paid under capital leases aggregated $195 in 2015 and $53 in 2014. Amortization of assets under the capital lease is included with depreciation expense.

NOTE 8. NET ASSET BALANCES

Temporarily restricted net asset balances are available for programs as designated by the donors for building and selling homes. These consisted of the following:

	2015	2014
Memorial funds	$ -	$ -
Women Build House	-	33 369
A Home of Our Own	77 812	8 341
	$ 77 812	$ 41 710

Total net assets released from restrictions totaled $96,231 in 2015 and $138,050 in 2014 related for purpose restrictions.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 9. CONCENTRATIONS

Financial instruments that potentially subject the Organization to concentration of credit risk consist principally of cash and invested cash deposited in large regional banks and with an international brokerage firm. The Federal Deposit Insurance Corporation (FDIC) insures cash balances up to $250,000 for balances carried in member banks. The bank balance may exceed the insured amount from time to time but management believes that the risk is minimal.

Mortgages are collateralized by deeds of trust on the property and are not considered to be a credit risk.

NOTE 10 - COMMITMENTS

On February 2015, the Organization entered into a lease agreement for office and warehouse space for a term of eighty four months. The monthly installments of currently, $7,500 increase 2% annually, which includes all common area of maintenance fees and pro-rata share of real estate taxes.

Future minimum lease payments are as follows for the years ending June 30

2016	$ 90 750
2017	92 565
2018	94 416
2019	96 305
2020	98 231
Thereafter	159 319
	$ 631 586

Rental expense for totaled $87,928 in 2015 and $86,756 in 2014.

NOTE 11 - LINE OF CREDIT

The Organization has a $200,000 line of credit with a financial institution for the year ended 2015. The interest rate is Prime plus 1.0%, currently, 3.25% with a maturity of July 2016 and is collateralized by mortgages receivable. Interest is payable monthly. There was no balance due as of June 30, 2015 and June 30, 2014. There were no proceeds used during 2015. The Organization used proceeds of $35,000 from the line of credit which was repaid during the year ended June 30, 2014.

NOTE 13 - SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through October 2, 2015, the date the financial statements, were issued.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 14 - DONATED MATERIALS, SERVICES, AND FACILITIES

Significant services, materials, and facilities are donated to the Organizations by various individuals and organizations. Donated services, materials, land and facilities were $47,890 in 2015 and $169,161 for 2014, and were recorded at fair market value at the date of the donation, and have been included in revenue in the statement of activities.

NOTE 15 - FAIR VALUE MEASUREMENTS

The Organization adopted FASB (Accounting Standards Codification) ASC 820-10-50-2A, "Fair Value Measurements", to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. This standard clarifies that fair value of certain assets and liabilities is an exit price, representing the amount that would be received to sell and asset or paid to transfer a liability in an orderly transaction between market participants. Three levels of the fair value hierarchy under this standard based on these three types of inputs are as follows:

Level 1 - Valuation is based on quoted prices in active markets for identical assets and liabilities.

Level 2 - Valuation is based on observable inputs including quoted prices in active markets for similar assets and liabilities, quoted prices for identical or similar assets and liabilities in less active markets, and model-based valuation techniques for which
significant assumptions can be derived primarily from or corroborated by observable data in the market.

Level 3 - Valuation is based on model-based techniques that use one or more significant inputs or assumptions that are unobservable in the market.

All investments and liabilities were measured at fair value by level one valuation, because they generally provide the most reliable evidence of fair value.

Notes to Financial Statements
June 30, 2015 and 2014

NOTE 16. Long term debt

Long-term debt consists of the following:

	2015	2014
Line of credit #403100 with Virginia Housing Authority (VHDA) payable in 360 monthly payments of $208, including interest at 3% annum, uncollateralized, due October 2032	$ 33,690	$ 35,155
Line of credit #301721 with (VHDA) payable in 360 monthly payments of $208, including interest at 3% annum, uncollaterlized, due April 2032	34,428	35,872
Line of credit #307347 with (VHDA) payable in 360 monthly payments of $233, including interest at 3% annum, uncollaterlized, due August 2034	40,590	42,140
Line of credit #308045 with (VHDA) payable in 360 monthly payments of $239, including interest at 3% annum, uncollaterlized, due October 2035	43,704	45,241
Line of credit #308087 with (VHDA) payable in 360 monthly payments of $239, including interest at 3% annum, uncollaterlized, due January 2036	44,063	45,588
Line of credit #309010 with (VHDA) payable in 360 monthly payments of $239, including interest at 3% annum, uncollaterlized, due April 2036	44,448	45,962
Line of credit #309040 with (VHDA) payable in 360 monthly payments of $242, including interest at 3% annum, uncollaterlized, due July 2036	45,323	46,842
Line of credit #309120 with (VHDA) payable in 360 monthly payments of $316, including interest at 3% annum, uncollaterlized, due December 2036	59,944	61,900
Line of credit #307885 with (VHDA) payable in 360 monthly payments of $240, including interest at 3% annum, uncollaterlized, due July 2037	46,525	47,990
Line of credit #309362 with (VHDA) payable in 360 monthly payments of $139, including interest at 3% annum, uncollateralized, due July 2038	27,784	28,606
Line of credit #309599 with Virginia Housing Authority (VHDA) payable in 180 monthly payments of $235, including interest at 3% annum, uncollateralized, due October 2024	22,901	24,999
Line of credit #309594 with Virginia Housing Authority (VHDA) payable in 180 monthly payments of $456, including interest at 3% annum, uncollateralized, due October 2024	44,455	48,528
Promissory note, with Habitat for Humanity International, no interest, principal payable monthly beginning January 2014, due July 2018, uncollateralized, related to construction of two units	6,163	7,049
Non-interest bearing note payable in 360 monthly payments of $56, uncollateralized, due January 2038	15,834	16,112
Non-interest bearing note payable in 360 monthly payments of $56, uncollateralized, due January 2038	15,834	16,112
	525,686	548,096
Less: current portion	(26,344)	(24,040)
	$ 499,342	$ 524,056

Estimated principal payments of long-term debt for future years ending June 30 are at follows:

2017	$ 19,904
2018	19,347
2019	18,809
2020	18,425
2021	18,057
Thereafter	404,800
	$ 499,342