

**United Way of Connecticut, Inc. and Subsidiary**

**Report on Consolidated Financial Statements  
(With Supplementary Information)**

**Years Ended June 30, 2009 and 2008**

# UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

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**Report of Independent Public Accountants**

To the Board of Directors  
United Way of Connecticut, Inc.

We have audited the accompanying consolidated statements of financial position of United Way of Connecticut, Inc. (a nonprofit organization) and Subsidiary (collectively referred to herein as the "Organization") as of June 30, 2009 and 2008, and the related consolidated statements of activities, functional expenses and cash flows for the years then ended. These consolidated financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audits.

We conducted our audits 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements. An audit also includes assessing the accounting principles used and the 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of United Way of Connecticut, Inc. and Subsidiary as of June 30, 2009 and 2008, and the consolidated changes in their net assets and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 2, 2009, on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audits were conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The consolidating information on pages 14-16 is presented for purposes of additional analysis and is not a required part of the 2009 basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 2009 basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the 2009 basic consolidated financial statements taken as a whole.

 J.H. Cohn LLP

Glastonbury, Connecticut  
December 2, 2009

**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**  
**JUNE 30, 2009 AND 2008**

**ASSETS**

	<u>2009</u>	<u>2008</u>
Current assets:		
Cash	\$ 3,990,864	\$ 3,213,274
Prepaid expenses	238,027	13,903
Contracts receivable	18,454	281,464
Local United Way receivables	41,951	54,336
Other receivables	20,425	60,882
Total current assets	<u>4,309,721</u>	<u>3,623,859</u>
Office furniture and equipment, at cost	2,682,720	2,682,720
Less accumulated depreciation	<u>(2,620,329)</u>	<u>(2,388,402)</u>
Total office furniture and equipment	<u>62,391</u>	<u>294,318</u>
Totals	<u>\$ 4,372,112</u>	<u>\$ 3,918,177</u>

**LIABILITIES AND NET ASSETS**

Current liabilities:		
Accounts payable and accrued expenses	\$ 1,188,419	\$ 890,535
Refundable advances	1,612,542	1,422,142
Deferred revenue	85,290	76,749
Total current liabilities	<u>2,886,251</u>	<u>2,389,426</u>
Contingency		
Unrestricted net assets	<u>1,485,861</u>	<u>1,528,751</u>
Totals	<u>\$ 4,372,112</u>	<u>\$ 3,918,177</u>

See Notes to Consolidated Financial Statements.

**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF ACTIVITIES**  
**YEARS ENDED JUNE 30, 2009 AND 2008**

	<u>2009</u>	<u>2008</u>
Change in unrestricted net assets:		
Revenues, gains and other support:		
Governmental grants and contracts	\$ 14,036,526	\$ 13,364,696
Local United Way revenue	632,647	644,714
Grants and contracts, other	223,645	177,212
Miscellaneous	171,588	52,349
Interest income	26,044	58,818
Directory sales	-	1,831
Database income	500	2,332
Total revenues, gains and other support	<u>15,090,950</u>	<u>14,301,952</u>
Expenses:		
Program services:		
2-1-1 Health and Human Services	5,688,255	5,653,945
Care 4 Kids	6,440,550	6,243,392
Community Results Center	155,422	323,078
Other programs	315,769	90,682
Total program services	<u>12,599,996</u>	<u>12,311,097</u>
Support services:		
Management and general	2,533,844	2,472,396
Total expenses	<u>15,133,840</u>	<u>14,783,493</u>
Change in net assets	(42,890)	(481,541)
Net assets, beginning of year	<u>1,528,751</u>	<u>2,010,292</u>
Net assets, end of year	<u>\$ 1,485,861</u>	<u>\$ 1,528,751</u>

See Notes to Consolidated Financial Statements.

UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2009 (WITH COMPARATIVE TOTALS FOR 2008)

	Program Services				Total	Support Services	2009 Total	2008 Total
	2-1-1 Health and Human Services	Care 4 Kids	Community Results Center	Other Programs				
Salaries	\$ 3,244,007	\$ 3,789,778	\$ 73,790	\$ 3,188	\$ 7,110,763	\$ 1,294,007	\$ 8,404,770	\$ 8,284,366
Health, pension and benefits	896,556	1,070,019	36,835	888	2,004,298	261,259	2,265,557	2,015,585
Payroll taxes	243,504	281,587	6,071	239	531,401	94,014	625,415	683,848
Total personnel expenses	4,384,067	5,141,384	116,696	4,315	9,646,462	1,649,280	11,295,742	10,983,797
Contract services	303,773	43,047	9,675	278,674	635,169	515,636	1,150,805	1,241,802
Occupancy	328,519	381,783	7,912	1,772	719,986	131,022	851,008	846,645
Depreciation	88,857	102,753	4,944	85	196,639	35,288	231,927	413,118
Postage	61,274	254,836	96	447	316,653	4,953	321,606	305,139
Telephone	118,603	62,712	3,512	161	184,988	33,664	218,652	241,061
Office supplies and program materials	242,640	350,880	6,609	16,547	616,676	70,907	687,583	320,529
Printing and copying	52,237	52,310	542	5,190	110,279	5,804	116,083	130,657
Miscellaneous	25,227	9,052	1,924	7,064	43,267	7,845	51,112	75,615
Staff training and development	43,274	16,661	1,354	496	61,785	28,105	89,890	81,759
Insurance	9,661	11,809	207	55	21,732	42,904	64,636	71,140
Travel	26,203	11,108	1,930	314	39,555	7,198	46,753	44,856
Advertising	3,920	2,215	21	649	6,805	1,238	8,043	27,375
Total expenses	\$ 5,688,255	\$ 6,440,550	\$ 155,422	\$ 315,759	\$ 12,599,996	\$ 2,533,844	\$ 15,133,840	\$ 14,783,493

See Notes to Consolidated Financial Statements.

UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED JUNE 30, 2008

	Program Services			Other Programs	Total	Support Services	2008 Total
	2-1-1 Health and Human Services	Care 4 Kids	Community Results Center				
Salaries	\$ 3,179,916	\$ 3,653,950	\$ 126,610	\$ 5,537	\$ 6,966,013	\$ 1,318,353	\$ 8,284,366
Health, pension and benefits	839,740	897,888	43,956	1,751	1,783,335	232,250	2,015,585
Payroll taxes	269,847	309,618	10,294	473	590,232	93,614	683,846
Total personnel expenses	4,289,503	4,861,456	180,860	7,761	9,339,580	1,644,217	10,983,797
Contract services	376,102	302,238	43,191	64,303	785,834	455,968	1,241,802
Occupancy	339,824	350,031	20,690	1,367	711,912	134,733	846,645
Depreciation	151,711	170,611	27,066	1,105	350,493	62,625	413,118
Postage	53,506	240,321	729	364	294,920	10,219	305,139
Telephone	129,561	66,068	6,849	221	202,699	38,362	241,061
Office supplies and program materials	137,315	135,754	7,253	7,066	287,388	33,141	320,529
Printing and copying	65,378	45,202	13,319	225	124,124	6,533	130,657
Miscellaneous	30,969	14,728	10,722	7,163	63,582	12,033	75,615
Staff training and development	27,907	23,040	8,005	528	59,480	22,279	81,759
Insurance	14,184	15,453	657	54	30,348	40,792	71,140
Travel	24,301	9,508	3,680	229	37,718	7,138	44,856
Advertising	13,684	8,982	57	296	23,019	4,356	27,375
Total expenses	\$ 5,653,945	\$ 6,243,392	\$ 323,078	\$ 90,682	\$ 12,311,037	\$ 2,472,396	\$ 14,783,493

See Notes to Consolidated Financial Statements.

**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**YEARS ENDED JUNE 30, 2009 AND 2008**

	<u>2009</u>	<u>2008</u>
Operating activities:		
Change in net assets	\$ (42,890)	\$ (481,541)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	231,927	413,118
Changes in operating assets and liabilities:		
Prepaid expenses	(224,124)	10,111
Contracts receivable	263,010	(178,445)
Local United Way receivables	12,385	(30,304)
Other receivables	40,457	22,714
Accounts payable and accrued expenses	297,884	300,177
Refundable advances	190,400	237,659
Deferred revenue	8,541	21,202
Net cash provided by operating activities	<u>777,590</u>	<u>314,691</u>
Cash, beginning of year	<u>3,213,274</u>	<u>2,898,583</u>
Cash, end of year	<u>\$ 3,990,864</u>	<u>\$ 3,213,274</u>
Supplemental disclosure of cash flow data:		
Interest paid	<u>\$ 2,326</u>	<u>\$ 15,391</u>

See Notes to Consolidated Financial Statements.



## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### **Note 1 - Organization and summary of significant accounting policies:**

##### **Organization and operations:**

United Way of Connecticut, Inc. provides Connecticut's statewide information, referral and crisis intervention services, 24 hours a day, 7 days a week. United Way of Connecticut, Inc. coordinates and facilitates the sharing of skills, information and other resources among the independent local United Ways in Connecticut. United Way of Connecticut, Inc. is a vehicle to identify and pursue public policy objectives which affect human services in Connecticut and through the Community Results Center, provides research and analysis that informs local planning, measures community change and increases citizen decision-making capacity.

The Statewide Information, Referral and Crisis Intervention Service Program ("2-1-1") is restrictively funded by grants, contracts and/or revenue generated through the efforts or assets of the program as follows:

Statewide Information, Referral and Crisis Intervention Service Program - Funded through:

- State of Connecticut Department of Social Services ("DSS") as administrator of 2-1-1, HUSKY Infoline, Child Care Infoline and Child Care Assistance Program
- Department of Public Health ("DPH") as administrator of the Maternal Child Health Grant and First Time Motherhood program
- Department of Developmental Services ("DDS") as administrator of Birth to Three Program
- Children's Trust Fund Council as administrator of Help Me Grow Program
- Local United Ways and other community service organizations
- Department of Children and Families ("DCF") as administrator of Emergency Mobile Psychiatric Services program
- The Connecticut Association for Human Services ("CAHS") as administrator of Financial Literacy Initiative program

Corporate Child Care - Funded through a contractual fee arrangement with national vendors

Elderly Information and Referral Service - Funded through the North Central Connecticut Area Agency on Aging

United Way Services - Funded through local United Ways and various grants

Community Results Center - Funded through various contracts and grants

## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### **Note 1 - Organization and summary of significant accounting policies (continued):**

##### **Principles of consolidation:**

United Way of Connecticut, Inc. is affiliated with Connecticut Policy and Economic Council, Inc. ("CPEC"). United Way of Connecticut, Inc. is the sole member of CPEC and the Board of Directors of United Way of Connecticut, Inc. serves as the Board of Directors of CPEC.

As of January 1, 2006, all programs of CPEC were transferred to the Community Results Center Department of United Way of Connecticut, Inc., however, CPEC continued to function as a separate entity through June 30, 2009. Significant intercompany accounts and transactions have been eliminated in consolidation.

United Way of Connecticut, Inc. and CPEC are referred to collectively as the "Organization."

##### **Basis of presentation:**

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The consolidated financial statements report information regarding the Organization's consolidated financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted. They are described as follows:

Unrestricted net assets are not subject to explicit donor-imposed stipulations. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.

Temporarily restricted net assets are subject to either explicit donor-imposed stipulations or by operation of law that can be fulfilled by actions of the Organization or that expire by the passage of time. 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 consolidated statement of activities as net assets released from restrictions.

Permanently restricted net assets are subject to explicit donor-imposed stipulations that they be maintained permanently by the Organization and stipulate the use of income and/or appreciation as either unrestricted or temporarily restricted based on donor-imposed stipulations or by operation of law.

At June 30, 2009 and 2008, there were no temporarily or permanently restricted net assets.

## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### **Note 1 - Organization and summary of significant accounting policies (continued):**

##### **Fair value measurements:**

In September 2006, the Financial Accounting Standards Board ("FASB") issued Statement of Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements" ("SFAS 157"), which defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. In early 2008, the FASB issued Staff Position ("FSP") FAS-157-2, "Effective Date of FASB Statement No. 157", which delays by one year, the effective date of SFAS 157 for certain nonfinancial assets and nonfinancial liabilities. The Organization has adopted the portion of SFAS 157 that has not been delayed as of the beginning of its 2009 fiscal year and plans to adopt the balance of its provisions as of the beginning of its 2010 fiscal year.

##### **Tax status:**

The Organization is exempt from Federal income taxes under the provisions of the Internal Revenue Code 501(c)(3). However, certain operations of the Organization may qualify as unrelated business taxable income and to the extent that these operations generate income, they will be subject to Federal and state taxes. There was no provision for Federal or state income taxes for the years ended June 30, 2009 and 2008.

The Organization has elected to defer the provisions of FASB Interpretation No. 48 ("FIN 48"), "Accounting for Uncertainty in Income Taxes", an interpretation of SFAS No. 109, under the provisions of FSP FIN 48-3 until it is required effective date of July 1, 2009. The Organization uses a SFAS No. 5, "Loss Contingencies," approach for evaluating uncertain tax positions and continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

##### **Grants from foundations and government and deferred revenue:**

The Organization receives various grants, principally from governmental agencies. These grants are generally on a cost reimbursement basis, including recoverable overhead. Revenues from grants are deemed earned and recognized in the consolidated statements of activities when expenditures are made for the purpose specified. Revenues are deferred if the Organization has received grants, but the funds have not yet been expended for the purpose specified. Receipts of grant awards in advance, which are payable back to the funding agency if not used, are classified as refundable advances in the accompanying consolidated statements of financial position.

## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### **Note 1 - Organization and summary of significant accounting policies (continued):**

##### **Contributions:**

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. 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 consolidated statement of operations as net assets released from restrictions.

##### **Cash and cash equivalents:**

For purposes of the consolidated statements of cash flows, the Organization considers all unrestricted, highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents. There were no cash equivalents held by the Organization as of June 30, 2009 and 2008.

##### **Restricted cash:**

Certain bank accounts have been established according to the DSS grant/program requirements. Restricted cash as of June 30, 2009 and 2008 was \$474,039 and \$46,982, respectively, and is included in cash in the consolidated statements of financial position.

Bonding funds, related to a specific program, are required to be in separate interest bearing accounts. The cash balance at June 30, 2009 and 2008 was \$244,131 and \$0, respectively.

##### **Office furniture and equipment:**

The Organization capitalizes all expenditures (other than those purchased with funds received from state funding agencies) for office furniture and equipment that are in excess of \$2,500 and that have a useful life of greater than one year. Purchased office furniture and equipment are carried at cost. Donated office furniture and equipment are carried at the approximate fair value at the date of donation. A majority of office furniture and equipment is depreciated using the straight-line method over estimated useful lives of three to seven years. There are some fixed assets depreciated using the double-declining balance method.

Expenditures for repairs and maintenance are charged to expense as incurred. For assets sold or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and any resulting gain or loss is reflected in the consolidated statements of activities for the period.

## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### **Note 1 - Organization and summary of significant accounting policies (concluded):**

##### **Office furniture and equipment (concluded):**

Capital assets purchased with funds received from all state funding agencies are expensed in the year acquired and are charged to the program benefited. Title to the equipment remains with the funding agency and the capital assets revert to that agency at the termination of the program.

The amount of equipment purchased and expensed with state funds was \$194,127 and \$73,284 for the years ended June 30, 2009 and 2008, respectively.

##### **Use of estimates:**

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

##### **Functional expenses:**

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

##### **Advertising costs:**

Advertising costs are expensed as incurred and included in functional expenses. For the years ended June 30, 2009 and 2008, total advertising expense was \$8,043 and \$27,375, respectively.

##### **Subsequent events:**

The Organization has evaluated events and transactions for potential recognition or disclosure through December 2, 2009, which is the date the consolidated financial statements were available to be issued.

#### **Note 2 - Concentrations of credit risk:**

Financial instruments which potentially subject the Organization to concentrations of credit risk consist primarily of cash and receivables. The Organization maintains its cash with high-credit quality financial institutions. At times, such amounts may exceed Federally insured limits.

Contracts and other receivables are limited to contributions from various foundations, businesses and individuals. Management does not believe any credit risk exists and, therefore, no allowance for doubtful accounts has been recorded.

Approximately 82% and 83% of the Organization's funding was provided by grants from the State of Connecticut Department of Social Services, for the years ended June 30, 2009 and 2008, respectively.

## UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

#### Note 3 - Line of credit:

The Organization has a \$2,000,000 revolving line of credit from a bank which will mature on January 31, 2010. Available funds as of June 30, 2009 and 2008 were \$2,000,000 and \$2,000,000, respectively. The loan is secured by a perfected security interest on all the business assets. Interest is payable monthly on any advances outstanding at a variable rate equal to the bank's "Prime Rate" (3.25% at June 30, 2009) plus 0.50%. Any unpaid balances must be paid in full on the maturity date. Interest expense for the years ended June 30, 2009 and 2008 was \$2,326 and \$15,391, respectively, which is included in contract services in the accompanying consolidated statements of functional expenses.

#### Note 4 - Pension plan:

The Organization maintains a defined contribution pension plan covering all employees of the Organization with six months of service, who have attained the age of twenty-one. The Organization's contribution to the plan was at the rate of 8% of eligible payroll for the plan year. For the years ended June 30, 2009 and 2008, pension plan contribution expense totaled \$632,746 and \$519,448, respectively.

#### Note 5 - Operating leases:

The Organization leases office space in various locations, which expire at various times through December 2012. The Organization is responsible for property taxes, insurance and maintenance. The Organization also leases various office and transportation equipment, which expire at various times through May 2012. The Organization is responsible for all insurance and maintenance.

The future minimum lease payments due under the noncancelable leases in each of the years subsequent to June 30, 2009 are as follows:

<u>Year Ending June 30,</u>	
2010	\$ 713,455
2011	609,872
2012	582,154
2013	271,065
	<u>\$ 2,176,546</u>

Total rental expense for all operating leases for the years ended June 30, 2009 and 2008 was \$851,008 and \$846,645, respectively.

#### Note 6 - Contingency:

##### Litigation:

The Organization, from time-to-time, is a defendant in actions arising in the ordinary course of business. In the opinion of management, such litigation will not have a material effect on the Organization's consolidated financial condition or results of operations.

**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF FINANCIAL POSITION**  
**JUNE 30, 2009**

**ASSETS**

	<u>United Way of Connecticut, Inc.</u>	<u>Connecticut Policy and Economic Council, Inc.</u>	<u>Consolidated Total</u>
Current assets:			
Cash	\$ 3,590,100	\$ 400,764	\$ 3,990,864
Prepaid expenses	238,027	-	238,027
Contracts receivable	18,454	-	18,454
Local United Way receivables	41,951	-	41,951
Other receivables	20,425	-	20,425
Total current assets	<u>3,908,957</u>	<u>400,764</u>	<u>4,309,721</u>
Office furniture and equipment, at cost	2,521,327	161,393	2,682,720
Less accumulated depreciation	<u>(2,459,535)</u>	<u>(160,794)</u>	<u>(2,620,329)</u>
Total office furniture and equipment	<u>61,792</u>	<u>599</u>	<u>62,391</u>
Totals	<u>\$ 3,970,749</u>	<u>\$ 401,363</u>	<u>\$ 4,372,112</u>

**LIABILITIES AND NET ASSETS**

Current liabilities:			
Accounts payable and accrued expenses	\$ 1,188,419	\$ -	\$ 1,188,419
Refundable advances	1,612,542	-	1,612,542
Deferred revenue	85,290	-	85,290
Total current liabilities	<u>2,886,251</u>	<u>-</u>	<u>2,886,251</u>
Unrestricted net assets	<u>1,084,498</u>	<u>401,363</u>	<u>1,485,861</u>
Totals	<u>\$ 3,970,749</u>	<u>\$ 401,363</u>	<u>\$ 4,372,112</u>

See Report of Independent Public Accountants.

**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**  
**CONSOLIDATING STATEMENT OF ACTIVITIES**  
**YEAR ENDED JUNE 30, 2009**

	<b>United Way of Connecticut, Inc.</b>	<b>Connecticut Policy and Economic Council, Inc.</b>	<b>Consolidated Total</b>
Change in unrestricted net assets:			
Revenues, gains and other support:			
Governmental grants and contracts	\$ 14,036,526	\$ -	\$ 14,036,526
Local United Way revenue	632,647	-	632,647
Grants and contracts, other	223,645	-	223,645
Miscellaneous	171,488	100	171,588
Interest income	21,013	5,031	26,044
Database income	500	-	500
Total revenues, gains and other support	<u>15,085,819</u>	<u>5,131</u>	<u>15,090,950</u>
Expenses:			
Program services:			
2-1-1 Health and Human Services	5,688,255	-	5,688,255
Care 4 Kids	6,440,550	-	6,440,550
Community Results Center	136,622	18,800	155,422
Other programs	315,769	-	315,769
Total program services	<u>12,581,196</u>	<u>18,800</u>	<u>12,599,996</u>
Support services:			
Management and general	2,533,844	-	2,533,844
Total expenses	<u>15,115,040</u>	<u>18,800</u>	<u>15,133,840</u>
Change in net assets	(29,221)	(13,669)	(42,890)
Net assets, beginning of year	<u>1,113,719</u>	<u>415,032</u>	<u>1,528,751</u>
Net assets, end of year	<u>\$ 1,084,498</u>	<u>\$ 401,363</u>	<u>\$ 1,485,861</u>

See Report of Independent Public Accountants.



**UNITED WAY OF CONNECTICUT, INC. AND SUBSIDIARY**

**CONSOLIDATING STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2009**

	<u>United Way of Connecticut, Inc.</u>	<u>Connecticut Policy and Economic Council, Inc.</u>	<u>Consolidated Total</u>
Operating activities:			
Change in net assets	\$ (29,221)	\$ (13,669)	\$ (42,890)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:			
Depreciation	229,200	2,727	231,927
Changes in operating assets and liabilities:			
Prepaid expenses	(224,124)	-	(224,124)
Contracts receivable	263,010	-	263,010
Local United Way receivables	12,385	-	12,385
Other receivables	40,457	-	40,457
Accounts payable and accrued expenses	298,795	(911)	297,884
Refundable advances	190,400	-	190,400
Deferred revenue	8,541	-	8,541
Net cash provided by (used in) operating activities	<u>789,443</u>	<u>(11,853)</u>	<u>777,590</u>
Cash, beginning of year	<u>2,800,657</u>	<u>412,617</u>	<u>3,213,274</u>
Cash, end of year	<u>\$ 3,590,100</u>	<u>\$ 400,764</u>	<u>\$ 3,990,864</u>
Supplemental disclosure of cash flow data:			
Interest paid	<u>\$ 2,326</u>	<u>\$ -</u>	<u>\$ 2,326</u>

See Report of Independent Public Accountants.