

United Way of Broward County, Inc.

Financial Statements
June 30, 2010 and 2009 and Reports on
Compliance - June 30, 2010

United Way of Broward County, Inc.

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Independent Auditors' Report

To the Board of Directors
United Way of Broward County, Inc.
Fort Lauderdale, Florida

We have audited the accompanying statement of financial position of **United Way of Broward County, Inc.** ("United Way") as of June 30, 2010 and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of United Way's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of United Way as of and for the year ended June 30, 2009 were audited by other auditors whose report dated February 17, 2010 expressed an unqualified opinion on those statements.

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. 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.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of United Way as of June 30, 2010, and the changes in their net assets and their 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*, we have also issued our report dated November 23, 2010, on our consideration of United Way'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 for assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules on pages 28 - 29 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Miami, Florida
November 23, 2010

BDO USA, LLP
Certified Public Accountants

United Way of Broward County, Inc.

Statements of Financial Position

<i>June 30,</i>	2010	2009
Assets		
Cash and cash equivalents	\$ 1,705,788	\$ 1,704,301
Investments (Note 2)	6,840,495	6,343,763
Contributions receivable, less allowance of \$799,209 in 2010 and \$438,303 in 2009 (Note 3)	3,089,879	1,977,835
Donor-designated pledges receivables, less allowance of \$530,309 in 2010 and \$330,647 in 2009 (Note 3)	483,440	1,492,040
Grants receivable	185,368	114,085
Assets held by others	106,565	128,060
Other receivables	2,385	20,011
Prepaid expenses and other assets	58,730	45,361
Total current assets	12,472,650	11,825,456
Land, buildings and equipment, net (Note 4)	300,147	325,929
Assets held by others	794,523	750,000
Total Assets	\$ 13,567,320	\$ 12,901,385
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	\$ 496,217	\$ 698,146
Accrued pension cost (Note 5)	1,009,174	903,965
Approved allocations payable	5,795,920	4,671,573
Donor designations payable	675,939	1,822,137
Total liabilities	7,977,250	8,095,821
Commitments and Contingencies (Note 11)		
Net Assets		
Unrestricted:		
Undesignated (Note 7)	3,403,486	2,048,748
Board designated endowment (Note 7)	950,513	837,415
Board designated allocations (Note 7)	337,500	990,353
Total unrestricted net assets	4,691,499	3,876,516
Temporarily restricted (Note 7)	104,048	179,048
Permanently restricted (Notes 6 and 7)	794,523	750,000
Total net assets	5,590,070	4,805,564
Total Liabilities and Net Assets	\$ 13,567,320	\$ 12,901,385

See accompanying notes to the financial statements

United Way of Broward County, Inc.

Statements of Activities and Changes in Net Assets

	<i>Year ended June 30, 2010</i>				<i>Year ended June 30, 2009</i>			
	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Revenues								
Gross contributions	\$ 8,957,479	\$ 1,397,513	\$ -	\$10,354,992	\$ 8,331,599	\$ 2,937,072	\$ -	\$ 11,268,671
Less donor designations	-	(1,397,513)	-	(1,397,513)	-	(2,937,072)	-	(2,937,072)
Less provision for uncollectible pledges (Note 3)	(329,711)	-	-	(329,711)	(692,245)	-	-	(692,245)
Net contributions	8,627,768	-	-	8,627,768	7,639,354	-	-	7,639,354
Legacies and bequests	270,854	-	-	270,854	90,505	-	-	90,505
Federal and state grants	770,672	-	-	770,672	551,688	-	-	551,688
Net investment gain (loss) (Note 2)	698,221	-	-	698,221	(925,395)	-	-	(925,395)
Events and other revenue	339,353	-	-	339,353	217,877	-	-	217,877
Net assets released from restrictions:								
Expiration of time restrictions	75,000	(75,000)	-	-	345,896	(345,896)	-	-
Total revenues	10,781,868	(75,000)	-	10,706,868	7,919,925	(345,896)	-	7,574,029
Allocations and functional expenses								
Funds allocated to member agencies	5,672,437	-	-	5,672,437	5,659,242	-	-	5,659,242
Functional expenses:								
Program services	1,804,159	-	-	1,804,159	1,922,133	-	-	1,922,133
Supporting services:								
Donor relations	1,618,983	-	-	1,618,983	1,557,935	-	-	1,557,935
Management and general	826,783	-	-	826,783	969,034	-	-	969,034
Total supporting services	2,445,766	-	-	2,445,766	2,526,969	-	-	2,526,969
Total functional expenses	4,249,925	-	-	4,249,925	4,449,102	-	-	4,449,102
Total allocations and expenses	9,922,362	-	-	9,922,362	10,108,344	-	-	10,108,344
Change in net assets	859,506	(75,000)	-	784,506	(2,188,419)	(345,896)	-	(2,534,315)
Inter-fund transfers	(44,523)	-	44,523	-	-	-	-	-
Net assets, beginning of year	3,876,516	179,048	750,000	4,805,564	6,064,935	524,944	750,000	7,339,879
Net assets, end of year	\$ 4,691,499	\$ 104,048	\$ 794,523	\$ 5,590,070	\$ 3,876,516	\$ 179,048	\$ 750,000	\$ 4,805,564

See accompanying notes to the financial statements

United Way of Broward County, Inc.

Statements of Functional Expenses

<i>Year ended June 30</i>	<i>Program Services</i>	<i>Supporting Services</i>		<i>Total 2010</i>
		<i>Donor Relations</i>	<i>Management and General</i>	
Salaries and wages	\$ 845,001	\$ 889,614	\$ 473,886	\$ 2,208,501
Employee benefits	113,441	132,418	93,320	339,179
Payroll taxes	60,997	67,719	41,955	170,671
Total salaries and related expenses	1,019,439	1,089,751	609,161	2,718,351
Professional fees and contractual services	506,781	123,174	50,882	680,837
Printing, publications and advertising	26,101	129,020	912	156,033
National and state affiliations	53,252	56,925	31,820	141,997
Conferences and meetings	28,034	56,968	8,133	93,135
Occupancy	34,768	23,598	19,216	77,582
Equipment rental and maintenance	27,714	25,114	12,803	65,631
Supplies	32,406	22,570	5,917	60,893
Loaned executives	-	38,656	-	38,656
Telephone	13,670	8,672	4,860	27,202
Travel	7,259	7,530	660	15,449
Postage and shipping	4,234	6,097	3,560	13,891
Other expenses	32,803	19,109	69,027	120,939
Total expenses before depreciation	1,786,461	1,607,184	816,951	4,210,596
Depreciation	17,698	11,799	9,832	39,329
Total functional expenses	\$ 1,804,159	\$ 1,618,983	\$ 826,783	\$ 4,249,925

See accompanying notes to the financial statements

United Way of Broward County, Inc.

Statements of Functional Expenses

<i>Year ended June 30</i>	<i>Supporting Services</i>			<i>Total 2009</i>
	<i>Program Services</i>	<i>Donor Relations</i>	<i>Management and General</i>	
Salaries and wages	\$ 817,521	\$ 751,935	\$ 477,283	\$ 2,046,739
Employee benefits	350,357	332,678	199,310	882,345
Payroll taxes	61,679	56,209	41,524	159,412
Total salaries and related expenses	1,229,557	1,140,822	718,117	3,088,496
Professional fees and contractual services	475,594	16,621	47,023	539,238
Printing, publications and advertising	18,989	176,572	2,928	198,489
National and state affiliations	10,417	8,837	126,563	145,817
Conferences and meetings	35,453	4,425	6,912	46,790
Occupancy	31,278	26,108	14,845	72,231
Equipment rental and maintenance	24,781	21,325	9,332	55,438
Supplies	34,444	21,060	5,316	60,820
Loaned executives	-	47,159	-	47,159
Telephone	14,733	9,677	5,682	30,092
Travel	5,553	3,083	980	9,616
Postage and shipping	1,201	1,173	1,558	3,932
Other expenses	25,786	67,229	19,768	112,783
Total expenses before depreciation	1,907,786	1,544,091	959,024	4,410,901
Depreciation	14,347	13,844	10,010	38,201
Total functional expenses	\$ 1,922,133	\$ 1,557,935	\$ 969,034	\$ 4,449,102

See accompanying notes to the financial statements

United Way of Broward County, Inc.

Statements of Cash Flows

<i>June 30,</i>	2010	2009
Cash Flows from Operating Activities:		
Change in net assets	\$ 784,506	\$(2,534,315)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	39,329	38,201
Provision for uncollectible pledges	329,711	692,245
Discount on contributions receivable	-	11,855
Net unrealized and realized (gains) losses on investments	(547,346)	1,240,577
(Increase) decrease in:		
Contributions and pledges receivable	(664,012)	160,987
Grants receivable	(71,283)	13,630
Other receivables	17,626	(17,159)
Prepaid expenses and other assets	(13,369)	(13,620)
Increase (decrease) in:		
Accounts payable and accrued expenses	(201,929)	262,465
Accrued pension cost	105,209	492,113
Approved allocations payable	1,124,347	(642,797)
Donor designations payable	(915,341)	616,836
Net cash (used in) provided by operating activities:	(12,552)	321,018
Cash Flows from Investing Activities:		
Purchase of equipment and building improvements	(13,547)	(140,654)
Investment purchases	(777,165)	(1,068,000)
Investment sales	804,751	1,297,082
Net cash provided by investing activities	14,039	88,428
Net increase in cash and cash equivalents	1,487	409,446
Cash and cash equivalents, beginning of year	1,704,301	1,294,855
Cash and cash equivalents, end of year	\$1,705,788	\$1,704,301

See accompanying notes to the financial statements

United Way of Broward County, Inc.

Notes to Financial Statements

1. Organization and Summary of Significant Accounting Policies *Nature of Organization*

United Way of Broward County, Inc. (the Organization or United Way) is a volunteer-driven, not-for-profit organization that supports local health and human services and educational programs through its fundraising efforts. The Organization invests in a variety of programs focusing on the impact areas of education, health and income. Revenues are derived principally from contributions that are received from year round fundraising activities that United Way conducts via direct solicitation to individual and corporate contributions as well as from major fundraising activities. A portion of these contributions can be designated by the donor to a specific area of service or organization.

Basis of Presentation

The financial statements of United Way have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Net assets, revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions, as follows:

- Unrestricted - net assets that are not subject to donor-imposed restrictions
- Temporarily restricted - net assets that are subject to donor-imposed restrictions that may or will be met by actions of United Way or that expire by the passage of time
- Permanently restricted - net assets that are subject to donor-imposed restrictions that require the assets to be permanently maintained by United Way

Endowment Net Asset Classification

Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-205 "Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to Enacted Version of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"), and Enhanced Disclosures for all Endowment Funds" provides guidance on classifying net assets of donor restricted and board-designated endowment funds held by organizations whether or not they are subject to an enacted version of UPMIFA. The State of Florida has not yet enacted UPMIFA. However, there are certain disclosures which are required (refer to Note 6).

Donor Imposed Restrictions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted for future periods or are restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes.

When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities and changes in net assets as net assets released from restrictions.

If a restriction is fulfilled in the same time period in which the contribution is received, the contribution is reported as unrestricted.

Promises to Give/Pledges

Contributions are recognized as revenue when they are received or unconditionally pledged. Unconditional promises to give that are expected to be collected within one year are recorded at their net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on those amounts are computed using a risk-free interest rate applicable to the year in which the promise is received. Amortization of the discount is included in contribution revenue. Conditional promises to give are not included as support until such time as the conditions are substantially met. An allowance for uncollectible contributions is provided based upon management's judgment, including such factors as prior collection history, type of contribution and nature of fund raising activity.

Contributed Property and Equipment

Contributed property and equipment is recorded at fair value at the date of donation. If donors stipulate how long the assets must be used, the contributions are recorded as restricted support. In the absence of such stipulations, contributions of property and equipment are recorded as unrestricted support. There were no tangible assets donated for fiscal years ended June 30, 2010 and 2009.

Donated Services

A substantial number of volunteers have donated significant amounts of their time to the Organization's fund-raising campaigns during the year. The value of these services has not been reflected in the accompanying financial statements since the services do not require specialized skills, and hence, do not meet the criteria for recognition under FASB ASC 958-605-25, "Accounting for Contributions Received". Advertising, including television and radio, have been donated during the year. The value of these services has not been reflected in the accompanying financial statements as the services would not have been purchased if not provided by donation.

Allocations to Agencies

Annually, the Board of Directors decides which not-for-profit agency that will receive funding from the United Way. The Board of Directors decisions are based on an evaluation of the funding request from the various agencies and the availability of unrestricted net assets. Once a decision including the amount has been determined and approved by the board, the liability is recorded and the related expense.

Donor Designations

The Organization has adopted FASB ASC 958-20, which applies to the Organization as a recipient that accepts cash or other financial assets from a donor and agrees to transfer those assets to a specified unqualified beneficiary. The Organization as an intermediary recognizes the fair value of those assets as a liability to the specified beneficiary concurrent with the recognition of the assets received from the donor. The Organization refers to this type of donor contribution as donor designations. Donor designations that were pledged for the years ended June 30, 2010 and 2009 are \$1,397,513 and \$2,937,072, respectively, and are not included in net revenue. Gross contributions are shown net of donor designations on the statement of activities and changes in net assets. Donor designations are carried as donor designated pledges receivables and donor designated payables on the statement of financial position until paid to the designated agencies. Processing fees of up to 10% of amounts designated, subject to certain limitations, are netted against donor designations.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with original maturities of three months or less to be cash equivalents. Cash and cash equivalents consisted of cash held in checking and money market accounts at June 30, 2010 and 2009.

Investments

United Way follows FASB ASC 958-320, "Accounting for Investments, Debt & Equity Securities Held by Not-For-Profit Organizations" in accounting for its investments. Under FASB ASC 958-320, investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statements of financial position. Investments as of June 30, 2010 and 2009 consist of equity securities, debt securities and certificates of deposit. Investment income or loss (including gains and losses on investments, interest and dividends) is included in the statements of activities and changes in net assets as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law.

Fair Value Measurements

FASB ASC 820-10, "Fair Value Measurement," establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described below:

Level 1 - Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 - Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;

- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 inputs must be observable for substantially the full term of the asset or liability.

Level 3 - Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2010.

Equity Securities: Unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Certificate of Deposits: Unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Fixed Income Securities: Unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies and assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Grants Receivable

Grants receivable represent unconditional grant awards from various sources, which may include private donors, federal, state, and local governmental agencies, and other not-for-profit agencies. Grants receivable that are expected to be received within one year are recorded at their net realizable value. Grants receivable that are expected to be received in future years are recorded at the present value of future cash flows. The discounts on those amounts are computed using a risk-free interest rate applicable to the year in which the grant is awarded. Amortization of the discount is recorded in grant revenue. All grants receivable were current as of June 30, 2010.

Land, Buildings and Equipment

Land, buildings and equipment are recorded at cost. The Organization follows the practice of capitalizing all expenditures for buildings and equipment in excess of \$500; the fair value of donated fixed assets is similarly capitalized. Depreciation is provided over the estimated useful lives of the assets, ranging from 5 to 40 years, on a straight-line basis.

Accumulated Vacation Payable

The Organization accrued unpaid vacation pay up to a limit of two years' accrual for each employee. Effective October 1, 2009, employees began accruing paid time off (PTO) rather than vacation time. Employees with less than 100 hours of accrued vacation time on October 1, 2009 had until June 30, 2010 to use the time. If an employee had more than 100 hours of accrued vacation time on October 1, 2009, the employee has until June 30, 2011 to use the time. After June 30, 2011, the Organization will not have any accumulated vacation payable. As of June 30, 2010, the Organization accrued unpaid PTO pay up to a limit of seven days. The total accrued amount at June 30, 2010 and 2009 was \$82,287 and \$82,571, respectively, and is included in accounts payable and accrued expenses on the statements of financial position.

Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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 the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those amounts.

Income Taxes

United Way is a non-profit corporation whose revenue is derived from contributions and other fund-raising activities and is not subject to federal or state income taxes. United Way is exempt from Federal income taxes under section 501(c)(3) of the Internal Revenue Code of 1986, except for any income that may be a result of unrelated business transactions.

United Way adopted the provisions of FASB ASC 740, "*Accounting for Uncertainty in Income Taxes*," on July 1, 2009. Under FASB ASC 740, an organization must recognize the tax benefit associated with tax positions taken for tax return purposes when it is more-likely-than-not that the position will be sustained. The implementation of FASB ASC 740 has no impact on United Way's financial statements. United Way does not believe that it has any material uncertain tax positions and accordingly has not recognized any liability for unrecognized tax benefits. United Way has filed for and received income tax exemptions in the jurisdictions where it is required to do so. Additionally, United Way has filed Internal Revenue Service Form 990 tax returns as required and all other applicable returns in those jurisdictions where it is required. United Way believes that it is no longer subject to U.S. federal, state and local, or non-U.S. income tax examinations by tax authorities for years before 2007. However, United Way is still open to examination by taxing authorities from fiscal year 2007 forward. No interest or penalties was recorded in the financial statements as a result of the adoption of FASB ASC 740.

Concentrations of Credit and Market Risk

Financial instruments that potentially expose the Organization to concentrations of credit and market risk consist primarily of cash equivalents and investments. Cash equivalents and investments are maintained at high-quality financial institutions and credit exposure is limited to any one institution. At year-end and throughout the year, the Organization's cash balances were deposited in a bank.

United Way of Broward County, Inc.

Notes to Financial Statements

Management believes that the Organization is not exposed to any significant credit risk on its cash and cash equivalents. Furthermore, the Organization has not experienced any losses on its cash equivalents. In addition, the Organization's investments do not represent significant concentrations of market risk inasmuch as the Organization's investment portfolio is adequately diversified among issuers.

At June 30, 2010, United Way has \$1,455,788 in deposits that are in excess of the FDIC insurance coverage and \$2,461,474 in deposits that are in excess of the SIPC insurance coverage.

Reclassification

Certain amounts in the 2009 financial statements have been reclassified to conform to the 2010 presentation.

Subsequent Events

The date to which events occurring after June 30, 2010, the date of the most recent statement of financial position, has been evaluated for possible adjustments to the financial statements or disclosure is November 23, 2010.

2. Investments

Investments, stated at fair value, at June 30, 2010 and 2009 include:

	2010	2009
Certificates of deposit	\$ 2,961,474	\$ 2,929,463
Equity securities	2,220,811	2,020,693
Fixed income securities	1,658,210	1,393,607
	<u>\$ 6,840,495</u>	<u>\$ 6,343,763</u>

Unrestricted investment income (loss) from cash equivalents and investments for the years ended June 30, 2010 and 2009 are as follows:

<i>Year ended June 30,</i>	2010	2009
Dividends and interest	\$ 150,875	\$ 315,182
Net realized losses	(216,858)	(280,869)
Net unrealized gains (losses)	764,204	(959,708)
	<u>\$ 698,221</u>	<u>\$ (925,395)</u>

United Way of Broward County, Inc.

Notes to Financial Statements

Risks and Uncertainties

The Organization invests in various investment securities. Investment securities are exposed to various risks such as interest rate, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statement of financial position. The Organization, through its investment advisor, monitors the Organization's investments and the risks associated therewith on a regular basis, wherein the Organization believes that this process minimizes those risks.

Fair Value

United Way's investments that are recorded at fair value have been categorized based upon a fair value hierarchy in accordance with FASB ASC 820 and United Way's accounting policies as disclosed in Note 1. The following table sets forth by level, within the fair value hierarchy, United Way's assets at fair value as of June 30, 2010:

<i>Assets</i>	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Certificates of deposit	\$ 2,961,474	\$ -	\$ -	\$ 2,961,474
Equity securities	2,220,811	-	-	2,220,811
Fixed income securities	1,658,210	-	-	1,658,210
	\$ 6,840,495	\$ -	\$ -	\$ 6,840,495

The following table sets forth by level, within the fair value hierarchy, United Way's assets at fair value as of June 30, 2009:

<i>Assets</i>	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Certificates of deposit	\$ 2,929,463	\$ -	\$ -	\$ 2,929,463
Equity securities	2,020,693	-	-	2,020,693
Fixed income securities	1,393,607	-	-	1,393,607
	\$ 6,343,763	\$ -	\$ -	\$ 6,343,763

United Way of Broward County, Inc.

Notes to Financial Statements

3. Contributions & Donor designated Receivable Unconditional promises to give, which are included in contributions receivable, at June 30, 2010 and 2009 are as follows:

	2010	2009
Undesignated contributions receivable	\$ 3,889,088	\$ 2,416,138
Donor designated contributions receivable	1,013,749	1,822,687
	<u>4,902,837</u>	<u>4,238,825</u>
Less: allowance for uncollectible contributions	(1,329,518)	(768,950)
	<u>\$ 3,573,319</u>	<u>\$ 3,469,875</u>

Allowance for uncollectible contributions increased by \$560,568. This is made up of \$360,906 increase in allowance for contribution receivables and \$199,662 increase in allowance for donor-designated pledges receivables. In addition, the United Way established a reserve for donor-designated payables which the United Way did not and will not satisfy the donors' requests as a result of not collecting from the donors. A reserve of \$230,857 was recorded as a reserve for such donor-designated payables. The net impact on the statement of activities and changes in net assets is approximately \$330,000.

Aggregate maturities of contributions receivable as of June 30, 2010 and 2009 are as follows:

	2010	2009
Due in less than one year	\$4,902,837	\$ 4,141,708
Due in one to five years (future value)	-	97,394
	<u>4,902,837</u>	<u>4,239,102</u>
Discount on contributions greater than one year	-	(277)
	<u>\$4,902,837</u>	<u>\$4,238,825</u>

The interest rate used to discount receivables due in over one year was 0.19% for the fiscal year ended June 30, 2009.

United Way of Broward County, Inc.

Notes to Financial Statements

4. Land, Buildings and Equipment At June 30, land, buildings and equipment consisted of the following:

	<i>Useful Lives</i>	2010	2009
Land		\$ 76,900	\$ 76,900
Buildings and improvements	10-40 years	1,290,558	1,286,498
Furniture, equipment and software	5-10 years	1,241,386	1,231,899
		2,608,844	2,595,297
Less: accumulated depreciation		(2,308,697)	(2,269,368)
		\$ 300,147	\$ 325,929

5. Employees' Retirement Plans

Defined Benefit Plan

The Organization has a non-contributory defined benefit pension plan (the "Plan") which was frozen effective on December 31, 2003. The benefits which were frozen on that date are based on years of service and highest average earnings during five consecutive years of the last ten years of employment. The funding policy is to contribute an amount not less than the ERISA minimum funding requirement. The plan assets comprise of fixed income and equity securities. The Organization accounts for the plan under the provisions of FASB ASC 715-10, "Employers' Accounting for Pensions" and ASC 230, "Employers' Disclosures about Pensions and Other Postretirement Benefits". The latest actuarial valuation is for the fiscal year July 1, 2009 to June 30, 2010. The following tables set forth the benefit obligation, fair value of plan assets, the funded status of the Plan, amounts recognized in the financial statements and the principal weighted average assumptions that were used:

As of June 30,	2010	2009
Benefit obligation	\$ 2,333,760	\$ 2,170,658
Fair value of plan assets	(1,324,586)	(1,266,693)
Unfunded status	\$ 1,009,174	\$ 903,965
Accrued benefit cost recognized in the statement of financial position	\$ 1,009,174	\$ 903,965

United Way of Broward County, Inc.

Notes to Financial Statements

The components of the net periodic benefit cost for the years ended June 30, 2010 and 2009 are as follows:

	2010	2009
Interest cost	\$ 122,006	\$ 124,547
Expected return on plan assets	(84,480)	(101,441)
Recognized net actuarial loss	50,518	14,659
Net periodic benefit cost	\$ 88,044	\$ 37,765

Projected benefits for the next ten years are as follows:

<i>Fiscal Year</i>	
2011	\$ 86,757
2012	91,697
2013	95,450
2014	98,728
2015	102,123
2016 through 2020	674,926
Total	\$ 1,149,681

Contributions for the fiscal year ending June 30, 2011 are expected to amount to \$196,500.

The following are weighted-average assumptions used to determine benefit obligations at June 30:

	2010	2009
Discount rate	4.91%	5.78%
Expected return on plan assets	7.00%	7.00%
Rate of compensation increase	0%	0%
Employer contribution	\$ -	\$ 75,000
Benefits paid	\$(76,456)	\$(72,769)

The weighted average assumptions are based on the activity of the Plan from July 1, 2009 through June 30, 2010.

Defined Contribution Plan

During 1999, the Organization established a defined contribution pension plan covering all regular employees over the age of 21 and having three months of service. Employer contributions for the years ended June 30, 2010 and 2009 amounted to \$63,360 and \$88,531, respectively.

Participant's contributions and actual earnings or losses thereon are immediately vested. Vesting in the employer's contributions plus actual earnings or losses thereon is based on years of continuous service. A participant is 100% vested after six years of service according to the following schedule:

<u>Years of Service</u>	<u>Vested Percentage</u>
1	0
2	20
3	40
4	60
5	80
6	100

Service with other United Way organizations may be considered when determining years of service. Upon termination of employment, a participant's non-vested amounts are forfeited in accordance with the Plan document. Upon death, total disability or retirement, participants become 100% vested in their employer contributions.

6. Endowment Net Asset Classification

The Organization's endowments consisted of funds established for a variety of purposes. Its endowments include funds designated by the Board of Directors to function as endowments (quasi-endowments). As required by GAAP, net assets associated with endowment funds, including quasi-endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The Board of Directors of the Organization has interpreted the Florida Uniform Management of Institutional Funds Act (SMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the

United Way of Broward County, Inc.

Notes to Financial Statements

permanent endowment, and (b) the original value of subsequent gifts to the permanent endowment.

As of June 30, 2010, endowment net assets consisted of the following:

	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Donor restricted endowment funds	\$ -	\$ -	\$ 794,523	\$ 794,523
Board designated quasi-endowment funds	950,513	-	-	950,513
	\$ 950,513	\$ -	\$ 794,523	\$ 1,745,036

As of June 30, 2009, endowment net assets consisted of the following:

	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Donor restricted endowment funds	\$ -	\$ -	\$ 750,000	\$ 750,000
Board designated quasi-endowment funds	837,415	-	-	837,415
	\$ 837,415	\$ -	\$ 750,000	\$ 1,587,415

Changes to endowment net assets for the year ended June 30, 2010 are as follows:

<i>Year ended June 30,</i>	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Endowment net assets, July 1, 2009	\$ 837,415	\$ -	\$ 750,000	\$ 1,587,415
Endowment investment return:				
Interest and dividends	23,651	-	-	23,651
Realized and unrealized gains	108,060	-	-	108,060
Total endowment investment return	131,711	-	-	131,711
Appropriation of endowment for expenditures	(23,690)	-	-	(23,690)
Transfer to/from quasi-endowments	5,077	-	44,523	49,600
Endowment net assets, June 30, 2010	\$ 950,513	\$ -	\$ 794,523	\$ 1,745,036

United Way of Broward County, Inc.

Notes to Financial Statements

Changes to endowment net assets for the year ended June 30, 2009 are as follows:

<i>Year ended June 30,</i>	<i>Unrestricted</i>	<i>Temporarily Restricted</i>	<i>Permanently Restricted</i>	<i>Total</i>
Endowment net assets, July 1, 2008	\$ 1,000,000	\$ -	\$ 750,000	\$1,750,000
Endowment investment return				
Interest and dividends	36,304	-	-	36,304
Realized and unrealized losses	(146,168)	-	-	(146,168)
Total endowment investment return	(109,864)	-	-	(109,864)
Contributions	86,098	-	-	86,098
Appropriation of endowment for expenditures	(54,921)	-	-	(54,921)
Transfer to/from quasi- endowments	(83,898)	-	-	(83,898)
Endowment net assets, June 30, 2009	\$ 837,415	\$ -	\$ 750,000	\$1,587,415

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the level that the donor endowed. The fair value of the assets associated with the board designated quasi endowment fell below the designated amount as of June 30, 2009 by \$162,585. This loss was offset by a gain of \$113,098 for the period ending June 30, 2010. This resulted in a net deficiency on these assets of \$49,487 as of June 30, 2010. These deficiencies resulted from unfavorable market fluctuations that occurred shortly after the investment of designated funds and continued appropriation for operations that was deemed prudent by the Board of Directors at the time. The appropriation of Board Designated quasi endowment funds ceased as of October 31, 2009.

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Organization must hold in perpetuity or for a donor-specified periods as well as board-designated funds. Effective November 1, 2009, there will be no distributions for operations from the Board Designated funds until June 30, 2013. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500 index while assuming a moderate level of investment

risk. The Organization expects its endowment funds, over time, to provide an average rate of return of approximately five percent annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, the Organization relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Organization targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Organization has a policy of appropriating for distribution each year up to five percent of its endowment fund's average fair value over the prior thirty six months through the calendar year-end preceding the fiscal year in which the distribution is planned. Effective November 1, 2009, there will be no distributions for operations from the Board Designated funds until June 30, 2013. In establishing this policy, the Organization considered the long-term expected return on its endowment. Accordingly, over the long term, the Organization expects the current spending policy to allow its endowment to grow at an average of 5 percent annually. This is consistent with the Organization's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

7. Net Assets

At June 30, unrestricted net assets consisted of the following:

	2010	2009
Board designated allocations	\$ 337,500	\$ 990,353
Board designated endowment	950,513	837,415
Unrestricted and undesignated	3,403,486	2,048,748
Total unrestricted net assets	\$ 4,691,499	\$ 3,876,516

United Way of Broward County, Inc.

Notes to Financial Statements

Temporarily restricted net assets are available at June 30, 2010 and 2009 for the following purposes or periods:

	2010	2009
Time restrictions:		
Net campaign pledges received for future periods	\$104,048	\$179,048

Temporarily restricted net assets are net campaign pledges received for future periods that will be used by the Organization in supporting local health and human service and educational programs.

Permanently restricted net assets of \$794,523 at June 30, 2010 and \$750,000 at June 30, 2009 are restricted to investments in perpetuity, the income from which is expendable to support the Organization.

8. National and State Affiliations

The United Way of Broward County, Inc. provides funding to the State and National United Way organizations to finance programs of research, education and community services. Membership support is used to provide National Academy for Volunteerism (NAV) training and conferencing, career development, advertising, market research, campaign assistance, National Corporate Leadership and National Football League relationships, executive search, Alexis de Tocqueville Society enrollments, product and service discounts, and consultation and technical assistance.

Payments for the years ended June 30, 2010 and 2009 are based upon the campaign reported gross contributions as follows:

	Rates Paid	2010	2009
State organization	1/5 of 1%	\$ 25,050	\$ 24,303
National organization	1%	116,947	121,514
Total		\$ 141,997	\$145,817

9. Functional Allocation of Expenses

The costs of providing the various programs, fund-raising and other activities have been summarized on a functional basis in the statements of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and fund-raising activities benefited.

United Way of Broward County, Inc.

Notes to Financial Statements

10. Leasing Arrangements

In February 2006, the Organization entered into a noncancelable lease agreement with an entity which is owned by a member of the Board of Directors for the lease of five copiers, and which expires in February 2011.

In April 2009, the Organization entered into an agreement with the United Way of Delaware and the United Way of Southeastern Pennsylvania (UWSEPA) for information technology hosting services. The agreement is in effect through May 2014. The Organization pays UWSEPA \$1,500 per month for these services.

Minimum future rental commitments are as follows:

<i>Fiscal Year</i>	<i>Amount</i>
2011	\$24,000
2012	18,000
2013	18,000
2014	16,500
	<u>\$76,500</u>

11. Commitments and Contingencies

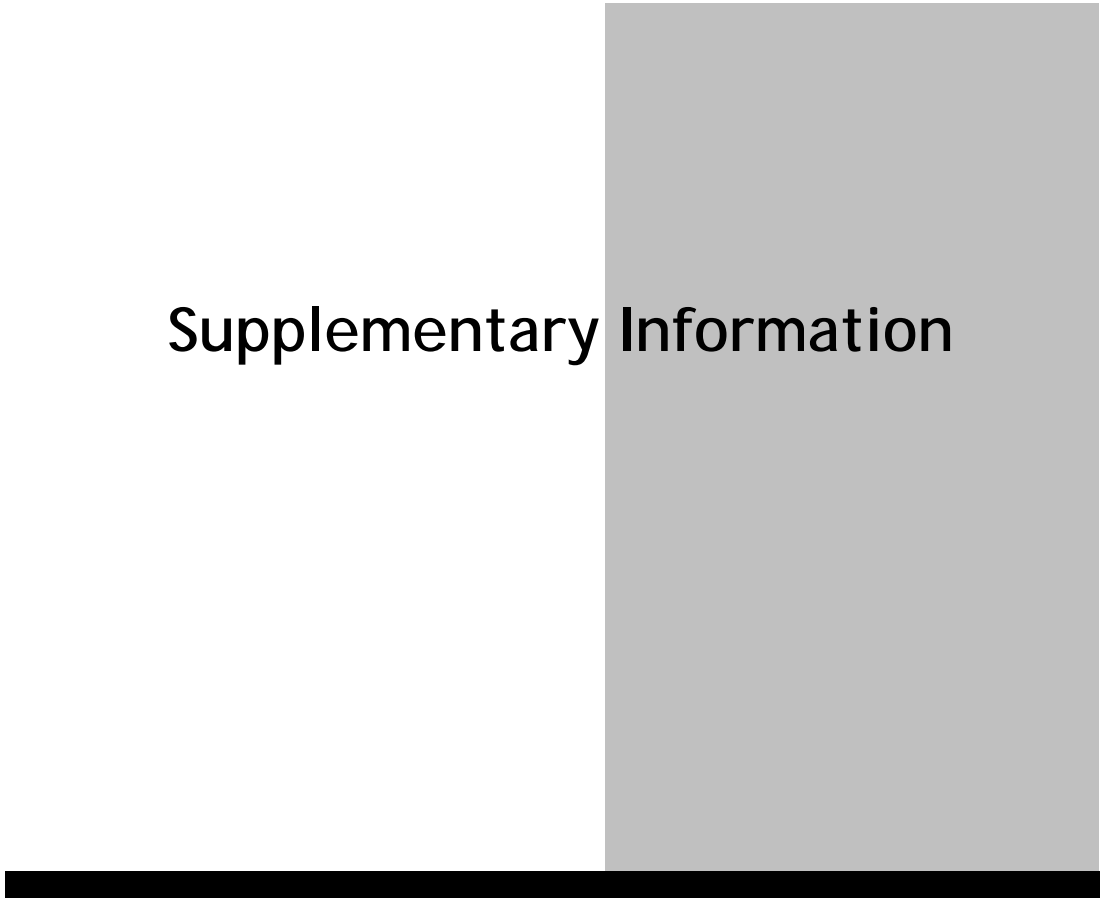
Contingencies

In the normal course of business, United Way has received grants which are subject to audit by agents of the funding authority, the purpose of which is to ensure compliance with conditions precedent to providing such funds. The Board believes that all of the grant expenditures are properly recorded and that the liability, if any, for any reimbursement which may arise as the result of audits would not be significant.

Economic Conditions

United Way depends substantially on contributions and contributed services for its revenues. The ability of certain contributors to continue giving amounts comparable with prior years may be dependent upon current and future overall economic conditions and the continued deductibility for income tax purposes of contributions to United Way. While United Way's Board of Directors believes that the Organization has the resources to continue its programs, its ability to do so and the extent to which it continues may be dependent on the above factors.

Supplementary Information



United Way of Broward County, Inc.

Schedules of Allocations to Agencies and Donor Designations

Allocations	2010
Achievement and Rehabilitation Centers, Inc.	\$ 383,140
Alzheimer's Association, Southeast Florida Chapter	20,148
American Red Cross, Broward County Chapter	250,000
ASPIRA of Florida, Inc.	35,000
Big Brothers/Big Sisters of Broward, Inc.	87,500
Boys & Girls Clubs of Broward County, Inc.	75,880
Broward Homebound Program, Inc.	168,084
Broward House, Inc.	53,360
Broward Partnership for the Homeless, Inc	24,000
Broward Regional Health Planning Council, Inc.	44,434
Broward Wealth Building Coalition	30,000
Catholic Charities - Broward Office	41,400
Center for Hearing & Communication	87,712
Center for Independent Living of Broward	41,584
Cerebral Palsy Adult Home, Inc.	16,100
ChildNet, Inc.	230,000
Children's Harbor, Inc.	12,500
Community Foundation of Broward	95,000
Cooperative Feeding Program, Inc.	93,000
Epilepsy Foundation of South Florida, Inc.	55,535
Family Central, Inc.	425,000
First Call for Help of Broward, Inc.	204,600
Gilda's Club South Florida	20,700
Healthy Mothers-Healthy Babies Coalition of Broward County, Inc.	61,839
Helping Abused Neglected Disadvantaged Youth, Inc.	30,000
Henderson Mental Health Center, Inc.	246,560
Hispanic Unity	225,000
Hispanic Unity of Florida, Inc.	69,000
Hispanic Unity of Florida, Inc.	47,500
HospiceCare of Southeast Florida	48,006
Jewish Family Service, Inc. of Broward County	130,880
Junior League of Greater Fort Lauderdale	40,000
Kids In Distress, Inc.	80,580
Legal Aid Service of Broward County, Inc.	63,000
Lighthouse of Broward County, Inc.	92,500
Luz Del Mundo (Light of the World Clinic), Inc.	18,400
Meals on Wheels	112,500
Memorial Foundation, Inc.	32,200
Mental Health Association of Broward County	53,780
Minority Development & Empowerment, Inc.	19,000
N.E. Focal Point CASA, Inc.	51,520
National Multiple Sclerosis Society South Florida	22,000
Opportunities Industrialization Center of Broward County Inc. (OIC)	263,000
PACE Center for Girls of Broward	51,540
Project Lifeline	450,000
Salvation Army - Broward County	62,500
Schott Memorial Center	39,744
Second Chance Society, Inc.	35,000
Senior Volunteer Services, Inc.	196,500
SOS Children's Village of Florida, Inc.	40,000
Susan B. Anthony Center, Inc.	30,000
TaskForce Fore Ending Homelessness, Inc.	40,000
The Pride Center at Equality Park	13,800
The Shepherd's Way, Inc.	63,000
United Cerebral Palsy of Broward County, Inc.	19,960
Urban League of Broward County, Inc.	42,000
Volunteer Broward	25,000
Women In Distress of Broward County, Inc.	164,042
Woodhouse, Inc.	27,600
YMCA of Broward County, Florida, Inc.	137,200
Various Programs-One Month Extension	30,072
Total Approved Allocations	\$ 5,669,900
Donor Designations	1,397,513
Total Allocations and Designations	\$ 7,067,413

United Way of Broward County, Inc.

Schedules of Allocations to Agencies and Donor Designations

<u>Reconciliation from Board Approved Allocations to Allocation Expense</u>	
Total Board approved	\$5,669,900
FY 09 Designations expensed in FY 2010	340,037
Board designated-non executed contract at June 30, 2010	<u>(337,500)</u>
Funds allocated to member agencies per Statement of Activities	<u>\$5,672,437</u>

Reports on Compliance





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INDEPENDENT AUDITORS' 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*

To the Board of Directors
United Way of Broward County, Inc.
Fort Lauderdale, Florida

We have audited the financial statements of **United Way of Broward County, Inc.** (the "United Way") as of and for the year ended June 30, 2010, and have issued our report thereon dated November 23, 2010. 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 the United Way'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 United Way's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the United Way's internal control over financial reporting.

A deficiency in internal control 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 and correct misstatements on a timely basis. A material weakness is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control over financial reporting that might be deficiencies, 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 United Way'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 and other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the finance committee, the board of directors, the U.S. Department of Justice and U.S. Department of Health and Human Services and is not intended to be and should not be used by anyone other than these specified parties.

Miami, Florida
November 23, 2010

BDO USA, LLP
Certified Public Accountants



INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

To the Board of Directors
United Way of Broward County, Inc.
Fort Lauderdale, Florida

Compliance

We have audited the compliance of **United Way of Broward County, Inc.** (the "United Way") with the types of compliance requirements described in the U.S. Office of Management and Budget ("OMB") *Circular A-133 Compliance Supplement*, that could have a direct and material effect on each of the United Way's major federal programs for the year ended June 30, 2010. The United Way's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the United Way's management. Our responsibility is to express an opinion on the United Way's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB *Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the United Way's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the United Way's compliance with those requirements.

In our opinion, the United Way complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the United Way is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the United Way's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the United Way's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.



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

Schedule of Expenditures of Federal and State Financial Assistance

We have audited the basic financial statements of United Way of Miami-Dade, Inc. and Subsidiaries as of and for the year ended June 30, 2010, and have issued our report thereon dated November 23, 2010. Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards and state financial assistance is presented for purposes of additional analysis as required by OMB Circular A-133, and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of management, the finance committee, the board of directors, the U.S. Department of Justice and the U.S. Department of Health and Human Services, and is not intended to be and should not be used by anyone other than these specified parties.

Miami, Florida
November 23, 2010

BDO USA, LLP
Certified Public Accountants

United Way of Broward County, Inc.

Schedule of Expenditures of Federal Awards and State Financial Assistance For the Year ended June 30, 2010

Federal or State Agency/Project Title/Pass Through Agency	CFDA / CFSA Numbers	Contract Number	Federal / State Expenditures
U.S. Department of Justice Planning, Evaluation and Technology Improvement (PETI) Program for the Edward Byrne Memorial Justice Assistance Grant Pass-through: Broward County			
PETI - Byrne Regular	16.579	2009-JAGC-BROW-9- 4X-209	\$ 60,541
PETI - Byrne Stimulus (ARRA Funding)	16.804	2010-ARRC-BROW-1- W7-316	126,615
			187,156
U.S. Department of Justice Broward Youth Coalition (BYC) to Combat Underage Drinking and Other Drugs Program Pass-through: Sheriff of Broward County			
BYC - Regular	16.579	2009-ARRC-BROW-4- 4X-151	19,511
BYC - Regular	16.579	2010-JAGC-BROW-4- 4X-151	39,363
BYC - Stimulus (ARRA Funding)	16.803	2010-ARRC-BROW-7- W7-167	50,550
			109,424
U.S. Department of Health and Human Services Changing Alcohol Norms Program	93.243	5H79SP015277-02	55,626
U.S. Department of Health and Human Services Non-TANF Adult and Children's Prevention Services Program Pass-through: State of Florida - Department of Children and Families	93.959	JD254	174,584
U.S. Department of Health and Human Services Substance Abuse Response Guide Program Pass-through State of Florida - Department of Children and Families Florida State University	93.243	R01163	121,902
Total expenditures of Federal Awards			648,692
State of Florida - Florida Council on Compulsive Gambling, Inc. Education, Awareness and Prevention Programming			22,874
State of Florida - Department of Children and Families Non-TANF Adult and Children's Prevention Services Program	60.032	JD254	99,106
Total expenditures of State Financial Assistance			121,980
Total expenditures			\$ 770,672

See Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance

United Way of Broward County, Inc.

Notes to Schedule of Expenditures of Federal Awards and State Financial Assistance For the Year ended June 30, 2010

Note A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards and state financial assistance includes the federal and state grant activity of United Way of Broward County, Inc. and is presented on the accrual basis of accounting. The information in this schedule is prepared in accordance with the requirements of OMB *Circular A-133, Audits of States, Local Governments and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the general-purpose financial statements.

United Way of Broward County, Inc.

Schedule of Findings and Questioned Costs For the Year ended June 30, 2010

SECTION I - SUMMARY OF AUDITORS' RESULTS

Financial Statements:

Type of auditor's report issued Unqualified

Internal control over financial reporting:

- Material weaknesses identified? yes no
- Significant deficiencies identified not considered to be material weaknesses? yes none reported
- Non-compliance material to financial statements noted? yes no

Federal Programs:

Internal control over major program:

Material weaknesses identified? yes no

Significant deficiencies identified not considered to be material weaknesses? yes none reported

Type of auditor's report issued on compliance of major program? Unqualified

Any audit findings disclosed that are required to be reported in accordance with the requirements of OMB Circular A-133? yes no

Identification of major programs:

CFDA Numbers

16.579 and 16.804

Name of Federal Program or Cluster
Planning, Evaluation and
Technology Improvement (PETI)
Program for the Edward Byrne
Memorial Justice Assistance
Grant

16.579 and 16.803

Broward Youth Coalition (BYC) to
Combat Underage Drinking and
Other Drugs Program

93.959

Substance Abuse Response Guide
Program

Dollar threshold used to distinguish between Type A and Type B programs:

\$300,000

Auditee qualified as low-risk auditee? yes no

Schedule of Findings and Questioned Costs
For the Year ended June 30, 2010

SECTION II - FINANCIAL STATEMENT FINDINGS

During the audit of the year ended June 30, 2010, there no identified significant deficiencies, material weaknesses, fraud, illegal acts, violations of provisions of contracts and grant agreements, and abuse related to the financial statements which *Government Auditing Standards* require reporting in a Circular A-133 audit.

United Way of Broward County, Inc.

Schedule of Findings and Questioned Costs For the Year ended June 30, 2010

SECTION III - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS SECTION

During the audit of the year ended June 30, 2010, there are no identified audit findings to be reported by Circular A-133 Section 510 (a) (for example: material weaknesses, significant deficiencies and material instance of non-compliance including questioned costs) as well as any abuse finding involving Federal awards that are material to a major program.

United Way of Broward County, Inc.

Summary Schedule of Prior Audit Findings For the Year ended June 30, 2010

STATUS

There were no prior Federal award findings or questioned costs required to be reported in accordance with OMB Circular A-133.