

## Auditors' report

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To the Members of

United Way of Greater Moncton and Southeastern New Brunswick Region Inc.

We have audited the statement of financial position of the United Way of Greater Moncton and Southeastern New Brunswick Region Inc. as at December 31, 2009, and the statement of operations and changes in fund balances for the year then ended and we have reported thereon, to the Organization on June 9, 2010, qualifying our audit report for the completeness of donations derived from the general public.

In our opinion, the attached condensed statements fairly summarize the information contained in the audited financial statements of United Way of Greater Moncton and Southeastern New Brunswick Region Inc. for the year ended December 31, 2009 from which they have been derived.

*Grant Thornton LLP*

Moncton, New Brunswick

June 9, 2010

Chartered Accountants

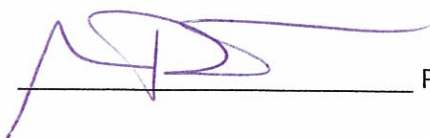
*(Interested persons wishing to receive the complete audited financial statements should contact United Way of Greater Moncton and Southeastern New Brunswick Region Inc. at (506) 858-8600).*

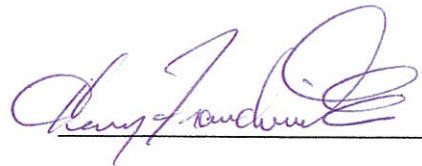
# United Way of Greater Moncton and Southeastern New Brunswick Region Inc. Condensed Statement of Financial Position

Year Ended December 31

	<u>2009</u>	<u>2008</u> (restated)
<b>Assets</b>		
Cash and cash equivalents	\$ 919,806	\$ 623,273
Restricted cash	257,308	
Campaign pledges receivable	1,879,052	1,879,906
Other receivables	42,128	26,174
Prepays	2,014	4,424
Capital assets	<u>15,188</u>	<u>25,932</u>
	<u>\$3,115,496</u>	<u>\$ 2,559,709</u>
<b>Liabilities</b>		
Payables and accruals	\$1,301,743	\$ 1,246,699
Payable to Canadian Mental Health Commission	257,308	-
Deferred campaign contributions	317,214	306,286
Capital lease obligation	<u>1,510</u>	<u>4,226</u>
	<u>1,877,775</u>	<u>1,557,211</u>
<b>Fund balances</b>		
Invested in capital assets	13,676	21,706
Internally restricted	1,149,091	954,204
Unrestricted	<u>74,954</u>	<u>26,588</u>
	<u>1,237,721</u>	<u>1,002,498</u>
	<u>\$3,115,496</u>	<u>\$ 2,559,709</u>

On behalf of the Board

  
\_\_\_\_\_  
President

  
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Treasurer

See accompanying note to the financial statements

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## United Way of Greater Moncton and Southeastern New Brunswick Region Inc.

### Condensed Statement of Operations

Year Ended December 31

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	General Operating Fund	Restricted Funds	Total 2009	Total 2008 (restated)
<b>Revenues</b>				
Campaign revenue	\$ 2,173,093	\$ -	\$ 2,173,093	\$ 1,979,846
Mental Health Commission of Canada	166,542	-	166,542	-
Interest income	1,176	9,298	10,474	17,349
Other income	209,979	2,972	212,951	5,741
Unrealized gain on investment	-	4,112	4,112	5,510
Contributions for Community Development initiatives	-	5,959	5,959	12,584
	<u>2,550,790</u>	<u>22,341</u>	<u>2,573,131</u>	<u>2,021,030</u>
<b>Expenditures</b>				
Amortization and loss on capital assets	-	7,075	7,075	6,481
Fundraising expenditures	369,466	-	369,466	286,461
Allocations	1,635,026	-	1,635,026	1,552,512
Mental Health Commission of Canada	166,542	-	166,542	-
Community building program funding	-	153,799	153,799	193,373
Other expenditure	-	6,000	6,000	6,000
	<u>2,171,034</u>	<u>166,874</u>	<u>2,337,908</u>	<u>2,044,827</u>
<b>Net funds remaining (required)</b>	<u>\$ 379,756</u>	<u>\$ (144,533)</u>	<u>\$ 235,223</u>	<u>\$ (23,797)</u>

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See accompanying note to the financial statements

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**United Way of Greater Moncton and  
Southeastern New Brunswick Region Inc.**  
**Condensed Statement Changes in Fund Balances**

Year Ended December 31

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	<u>General Operating Fund</u>	<u>Restricted Funds</u>	<u>Total 2009</u>	Total <u>2008</u> (restated)
Fund balances, beginning	\$ 26,588	\$ 975,910	<b>\$ 1,002,498</b>	\$ 429,999
Restatement from prior periods (note 1)	-	-	-	<u>596,296</u>
Restated balance, beginning	26,588	975,910	<b>1,002,498</b>	1,026,295
Net funds remaining (required)	379,756	(144,533)	<b>235,223</b>	(23,797)
Inter fund transfers	<u>(331,390)</u>	<u>331,390</u>	-	-
Fund balances, ending	<u>\$ 74,954</u>	<u>\$ 1,162,767</u>	<u><b>\$ 1,237,721</b></u>	<u>\$ 1,002,498</u>

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See accompanying note to the financial statements

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# United Way of Greater Moncton and Southeastern New Brunswick Region Inc.

## Note to the Financial Statements

December 31, 2009

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### 1. Restatement of prior period

Certain of the prior year comparative figures have been restated in order to agree to amendments and changes made to the Generally Accepted Accounting Principles (GAAP) governing Not-for-Profit Organizations. These changes have been given retroactive treatment causing the following changes to the previously released 2008 financial statements:

- a) Deferred campaign expenditures – A portion of campaign expenditures incurred in the annual fundraising campaign were previously deferred and recorded as an asset. This accounting treatment is no longer permitted under Section 1000 of the CICA Handbook. Campaign expenditures must now be recorded as incurred. The retroactive application of this change eliminates the deferred campaign expenditures reported on December 31, 2008 (\$198,537); surplus has been reduced by the same amount. Fundraising expenditures for 2008 have been increased by a net of \$20,822, which represents the difference in deferred campaign expenditures from the prior year.
- b) Deferred campaign contributions – All revenues applicable to the fall campaign were previously deferred until the following year when the expenditures were incurred. Beginning in 2009 only donor designated contributions are to be reported as deferred revenue. These are recognized as revenue when the explicit restriction is fulfilled through payment to the charity involved. The retroactive application of this change reduced deferred campaign contributions by \$1,707,247 as at December 31, 2008 with a corresponding increase of surplus as at that date. Campaign revenue for 2008 was increased by a net of \$19,449.
- c) Payables and accruals – Allocations previously had been recorded as an expenditure when paid. Effective 2009, the allocations to Partner Agencies will be recognized when the Board has authorized the allocations; thus creating a liability. The retroactive change resulted in an increase in payables and accruals of \$981,200 as at December 31, 2008 and a corresponding decrease in surplus as at that date. The allocations expenditure for 2008 was increased by a net of \$30,400.
- d) As a result of the previous adjustments above inter-fund transfers were decreased by \$68,786 as at December 31, 2008 with a corresponding increase to surplus.

To summarize, the restatement of the 2008 beginning total funds balance:

	<u>Total fund balance</u>
	<u>Increase (decrease)</u>
a) Campaign expense impact	\$ (198,537)
b) Campaign contribution impact	1,707,247
c) Expenditures payables and accruals impact	(981,200)
d) Inter-fund transfer impact	<u>68,786</u>
	<u>\$ 596,296</u>