

The Connecticut Society of Certified Public Accountants Incorporated and Affiliated Entities

Independent Auditors' Report, Combined Financial
Statements and Supplemental Schedules

As of and for the Years Ended
March 31, 2010 and 2009



Saslow Lufkin & Buggy, LLP
Certified Public Accountants and Consultants

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Independent Auditors' Report, Combined Financial Statements
and Supplemental Schedules
As of and for the Years Ended March 31, 2010 and 2009**

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Independent Auditors' Report

To the Board of Directors of
The Connecticut Society of Certified Public Accountants Incorporated and
Affiliated Entities:

We have audited the accompanying combined statements of financial position of The Connecticut Society of Certified Public Accountants Incorporated and Affiliated Entities (CSCPA) as of March 31, 2010 and 2009, and the related combined statements of activities and changes in net assets and cash flows for the years then ended. These combined financial statements are the responsibility of the CSCPA's management. Our responsibility is to express an opinion on these combined financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the CSCPA's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall combined financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the combined financial statements referred to above present fairly, in all material respects, the combined financial position of The Connecticut Society of Certified Public Accountants Incorporated and Affiliated Entities as of March 31, 2010 and 2009, and the changes in net assets and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

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

Saslow Lufkin & Buggy, LLP

September 22, 2010

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Combined Statements of Financial Position
March 31, 2010 and 2009**

	2010	2009
Assets		
Current assets:		
Cash and cash equivalents	\$ 360,589	\$ 867,621
Investments, at fair value	1,052,765	520,241
Accounts receivable	17,341	26,526
Prepaid expenses and other assets	69,530	66,287
Total current assets	1,500,225	1,480,675
Property and equipment, net	243,430	91,326
Total assets	\$ 1,743,655	\$ 1,572,001
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 73,657	\$ 60,444
Accrued expenses	242,333	176,379
Deferred revenue	206,620	209,601
Deposits for conferences and meetings	15,706	20,540
Total current liabilities	538,316	466,964
Net Assets:		
Unrestricted:		
Undesignated	1,015,032	933,350
Designated for the Trust	34,125	34,075
Designated for scholarships	156,182	137,612
Total net assets	1,205,339	1,105,037
Total liabilities and net assets	\$ 1,743,655	\$ 1,572,001

The accompanying notes are an integral part of these combined financial statements.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Combined Statements of Activities and Changes in Net Assets
For the Years Ended March 31, 2010 and 2009**

	2010	2009
Support and revenue:		
Conference and continuing education fees	\$ 1,772,853	\$ 1,777,233
Membership dues and fees	1,228,300	1,210,607
Programs	163,160	128,375
Publications	68,968	86,272
Contributions	65,760	84,285
Investment gains (losses)	243,610	(214,131)
Other income	39,561	47,348
Special events	48,928	51,060
Donated services	19,565	16,327
	3,650,705	3,187,376
Expenses:		
Program services:		
Conference and continuing education fees	1,182,611	1,163,386
Membership dues and fees	107,770	144,150
Publications	90,106	97,368
Programs	108,855	125,055
Scholarships and awards	104,106	109,959
Board initiative	345	-
Meetings	4,605	13,936
	1,598,398	1,653,854
Supporting services:		
Management and general	1,924,691	1,824,190
Fundraising	27,314	28,684
	1,952,005	1,852,874
	3,550,403	3,506,728
Change in net assets	100,302	(319,352)
Net assets, beginning of year	1,105,037	1,424,389
Net assets, end of year	\$ 1,205,339	\$ 1,105,037

The accompanying notes are an integral part of these combined financial statements.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Combined Statements of Cash Flows
For the Years Ended March 31, 2010 and 2009**

	<u>2010</u>	<u>2009</u>
Cash flows from operating activities:		
Change in net assets	\$ 100,302	\$ (319,352)
Adjustments to reconcile net assets to net cash (used in) provided by operating activities:		
Depreciation expense	49,414	48,865
Investment (gains) losses	(225,067)	265,939
Purchases of investments	(417,971)	(91,228)
Proceeds from sales and maturities of investments	110,514	628,726
Changes in operating assets and liabilities:		
Accounts receivable	9,185	(4,410)
Prepaid expenses and other assets	(3,243)	25,611
Accounts payable	13,213	(3,296)
Accrued expenses	65,954	1,797
Deferred revenue	(2,981)	6,724
Deposits for conferences and meetings	(4,834)	4,255
	<u>(305,514)</u>	<u>563,631</u>
Net cash (used in) provided by operating activities		
	(305,514)	563,631
Cash flows from investing activities:		
Purchases of property and equipment	(201,518)	(22,438)
	<u>(201,518)</u>	<u>(22,438)</u>
Net cash used in investing activities		
	(201,518)	(22,438)
Net change in cash and cash equivalents	(507,032)	541,193
Cash and cash equivalents, beginning of year	867,621	326,428
	<u>867,621</u>	<u>326,428</u>
Cash and cash equivalents, end of year	<u>\$ 360,589</u>	<u>\$ 867,621</u>

The accompanying notes are an integral part of these combined financial statements.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 1 - Organizational Structure

The Connecticut Society of Certified Public Accountants Incorporated (the Society) - A nonprofit organization exempt from income taxes under Section 501(c)(6) of the Internal Revenue Code. The Society was established to promote, advance, and help preserve professional standards and conduct within the field of public accounting in the State of Connecticut and is supported primarily by membership dues and fees.

The Educational and Research Foundation of The Connecticut Society of Certified Public Accountants Incorporated (the Foundation) - A nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation was formed to engage in educational research and other related activities in the field of public accounting. The Foundation promotes and sponsors certain educational functions and publications for members of the Society and derives revenue from participant fees. It also administers the profession's peer review program for Society members.

The Connecticut Society of Certified Public Accountants Educational Trust Fund (the Trust) - A nonprofit organization exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The Trust was organized to advance accounting education in the State of Connecticut, and is supported primarily by contributions from members of the Society.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting - The accompanying combined financial statements include the accounts of the Society, the Foundation and the Trust, collectively referred to as the CSCPA. The Society and the Foundation have common directors. The trustees of the Trust are appointed by Society presidents. All inter-organization transactions and balances have been eliminated in the accompanying combined financial statements and have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP).

In June 2009, the Financial Accounting Standards Board (FASB) issued Statement of Financial Accounting Standards No. 168, "FASB Accounting Standards Codification (ASC) and the Hierarchy of Generally Accepted Accounting Principles - A Replacement of FASB Statement No. 162." This guidance establishes the FASB Accounting Standards Codification (the Codification) as the source of authoritative GAAP. The Codification supersedes all existing non-Securities and Exchange Commission accounting and reporting standards. This guidance is effective for financial statements issued for interim and annual periods ending after September 15, 2009. This guidance did not have an impact on the financial condition or results of operations of the CSCPA as only references to FASB Standards were changed to FASB ASC.

Use of Estimates - The preparation of combined financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the combined financial statements. Actual results could differ from those estimates.

Net Asset Categories - To ensure observance of limitations and restrictions placed on the use of resources available to the CSCPA, the accounts of the CSCPA are maintained in the following net asset categories:

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (continued)

Unrestricted - Unrestricted net assets represent available resources other than donor-restricted contributions. As of March 31, 2010 and 2009, \$171,737 and \$171,687 of the Trust's unrestricted net assets, respectively, were designated as directed by the Board of Trustees of the Trust.

Net Assets Designated for the Trust - Amounts represent fundraising efforts of the CSCPA to build the net assets of the Trust for future activities related to its efforts to advance accounting education within the State of Connecticut. As of March 31, 2010 and 2009, amounts totaled \$34,125 and \$34,075, respectively, have been set aside for this purpose.

Net Assets Designated for Scholarships - Cumulative net assets attributable to the annual fundraising golf event providing scholarships for fifth year accounting students are recognized as net assets designated for scholarships. As of March 31, 2010 and 2009, amounts totaled \$156,182 and \$137,612, respectively. Activity for the years ended March 31, 2010 and 2009, included increases from the net golf fundraising of \$21,614 and \$22,376 and decreases of \$30,000 (in each year) for scholarships awarded and \$26,956 and \$(23,647) for proportionate investment earnings (losses), respectively.

Conference and Continuing Education Fees - Revenue from conference and continuing education fees are recognized when conferences take place and the continuing professional education is provided. Revenue received in advance is recorded as deferred revenue within the combined statement of financial position.

Membership Dues - Membership dues are recognized ratably over the membership period, which is from June 1 through May 31 each year. Unearned dues revenue as of March 31, 2010 and 2009, is recorded as deferred revenue within the combined statements of financial position.

Contributions - Contributions are defined as voluntary, nonreciprocal transfers. Unrestricted and unconditional contributions are recognized as support when received or pledged, if applicable. Contributions are reported as temporarily restricted support if they are received with donor stipulations that limit the use of such assets. When a restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the combined statement of activities as net assets released from restrictions. Contributions received whose use is conditioned on the occurrence of a future event are deferred until the condition is substantially met, at which time they are recognized as support.

Donated Services - The CSCPA recognizes donated services at their estimated fair market value if they create or enhance non-financial assets or require specialized skills and would typically need to be purchased if not provided by donation. General volunteer services do not meet this criteria for recognition in the combined financial statements. However, a substantial number of volunteers have donated significant amounts of time to the CSCPA's programs. For the years ended March 31, 2010 and 2009, donated services consisted of volunteer speakers for continuing professional education courses and conferences.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (continued)

Cash and Cash Equivalents - The CSCPA classifies all securities with original maturity dates of three months or less from the date of purchase as cash equivalents. Cash balances are insured by the Federal Depository Insurance Corporation (FDIC) up to \$250,000 per depositor, per bank. In addition, FDIC coverage for balances in non-interest bearing transaction deposit accounts is unlimited if the bank elects to participate. Amounts in excess of the FDIC limits are uninsured. Most of the CSCPA's banking activity, including cash and cash equivalents, is maintained with several national banks and, from time-to-time, exceeds FDIC limits. It is the CSCPA's policy to monitor these banks' financial strength on an ongoing basis.

Money market funds are not insured by the FDIC and are not a risk-free investment. Money market funds invest in a variety of instruments including mortgage-backed and asset backed securities. Although a money market fund seeks to preserve its \$1 per share value, it is possible that a money market fund's value can decrease below \$1 per share.

Investments - The CSCPA accounts for its investments in debt and equity securities in accordance with FASB ASC 320, "*Investments - Debt and Equity Securities.*" Management determines the appropriate classification of its investments in debt and equity securities at the time of purchase and reevaluates such determination at each statement of financial position date.

All of the CSCPA's investments were classified as trading securities. Trading securities may be sold prior to maturity and are carried at fair value while unrealized gains and losses are recognized within the statement of activities during the year in which they occur.

The CSCPA reports fair value in accordance with FASB ASC 820, "*Fair Value Measurement and Disclosures.*" For financial statement elements currently required to be measured at fair value, FASB ASC 820 redefines fair value, establishes a framework for measuring fair value under GAAP and enhances disclosures about fair value measurements. FASB ASC 820 establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value into three broad levels (Level 1, 2, and 3).

Level 1 - Observable inputs that reflect quoted prices for identical assets or liabilities in active markets that the CSCPA has the ability to access at the measurement date.

Level 2 - Observable inputs, other than quoted prices included in Level 1, for the asset or liability or prices for similar assets and liabilities.

Level 3 - Unobservable inputs reflecting the CSCPA's estimates of the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk).

The CSCPA has classified its investments in mutual funds as Level 1 and in a money market fund as Level 2 in accordance with FASB ASC 820. Management determines the appropriate classification of its investments in mutual funds and money market funds at the time of purchase and re-evaluates such determination at each balance sheet date.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (continued)

Accounts Receivable - The CSCPA provides for estimated losses on accounts receivable based upon a collectability review on the existing receivables. The CSCPA has not recorded an allowance for losses on accounts receivable, as all accounts receivable are considered collectible.

Property and Equipment - Property and equipment acquisitions and improvements thereon that individually exceed \$500 are capitalized at cost and depreciated on a straight-line basis over their estimated useful lives. Maintenance and repairs are charged to expense as incurred.

Expenses by Function - The costs of providing the CSCPA's programs have been summarized on a functional basis in the accompanying combined statement of activities. Accordingly, certain costs have been allocated between program services and supporting services.

Income Taxes - The CSCPA is exempt from federal and state income taxes on exempt function income. The Society had no unrelated business taxable income for the years ended March 31, 2010 and 2009. The Foundation had unrelated business taxable income of \$6,806 and \$6,231 for the years ended March 31, 2010 and 2009, respectively, which were offset entirely by federal net operating loss carryforwards. State income taxes incurred on this income were \$510 and \$517 for the years ended March 31, 2010 and 2009, respectively, which has been included within management and general expenses in the combined statements of activities.

Although the CSCPA is exempt from federal and state income taxes, they still account for income taxes in accordance with the provisions of FASB ASC 740, "Income Taxes." FASB ASC 740 is an asset and liability method, which recognizes deferred tax liabilities and assets for the expected future tax consequences of temporary differences between the tax and financial reporting bases of certain assets and liabilities.

The CSCPA also adopted certain provisions of FASB ASC 740, which clarifies the accounting for uncertainty in income taxes recognized in financial statements. FASB ASC 740 prescribes a recognition threshold and measurement attribute for the financial statement recognition and measurement of a company's tax position taken or expected to be taken in a tax return. FASB ASC 740 also provides guidance on de-recognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. The adoption of FASB ASC 740 did not have any impact on the accompanying combined financial statements, as the CSCPA does not believe that it has any uncertain tax positions. All tax years from fiscal year ended March 31, 2006 and subsequent are open with the Internal Revenue Service and subject to review.

As of March 31, 2010, the Foundation has \$97,000 in federal net operating loss carryforwards available to offset future unrelated business taxable income which expire through 2022. A valuation allowance has been established for the full amount of the deferred tax asset related to the federal net operating loss carryforwards as it is more likely than not that none of the asset will be utilized based on estimated future taxable income of the Foundation.

Reclassifications - Certain reclassifications to the 2009 combined financial statements have been made in order to conform with the 2010 presentation. These reclassifications are not material to the audited combined financial statements.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 2 - Summary of Significant Accounting Policies (continued)

Subsequent Events - Subsequent events have been evaluated through September 22, 2010, which is the date the financial statements were available to be issued.

Note 3 - Investments

Investments in marketable debt and equity securities, classified as trading and carried at fair value as of March 31, 2010 and 2009, are as follows:

	<u>2010</u>	<u>2009</u>
Mutual funds	\$ <u>1,052,765</u>	\$ <u>520,241</u>
Total investments	\$ <u><u>1,052,765</u></u>	\$ <u><u>520,241</u></u>

Investment gains (losses), net of related expenses, is comprised of the following for the years ended March 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Realized gains (losses) on securities	\$ <u>198</u>	\$ <u>(37,022)</u>
Unrealized gains (losses) on securities	<u>225,067</u>	<u>(228,917)</u>
Interest and dividends	<u>18,345</u>	<u>51,808</u>
Total investment gains (losses)	\$ <u><u>243,610</u></u>	\$ <u><u>(214,131)</u></u>

A money market fund and equity securities held by the CSCPA at March 31, 2010 are recorded at fair value in accordance with FASB ASC 820 as further described in Note 2. The CSCPA measures fair value of these securities at March 31, 2010 as follows:

	<u>Quoted Prices in Active Markets (Level 1)</u>	<u>Significant Observable Inputs (Level 2)</u>
Money market funds	\$ -	\$ 89,852
Mutual funds	<u>1,052,765</u>	<u>-</u>
	\$ <u><u>1,052,765</u></u>	\$ <u><u>89,852</u></u>

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 3 - Investments (continued)

The CSCPA measures fair value of these securities at March 31, 2009 as follows:

	Quoted Prices in Active Markets (Level 1)	Significant Observable Inputs (Level 2)
Money market funds	\$ -	\$ 609,512
Mutual funds	520,241	-
	\$ 520,241	\$ 609,512

Note 4 - Retirement Plan

The CSCPA maintains a defined contribution retirement plan, which is available to all employees. Employees can make elective deferrals up to Internal Revenue Code limitations. The CSCPA contributes an amount equal to 3% of participating employee's compensation which totaled approximately \$31,228 and \$31,079 for the years ended March 31, 2010 and 2009, respectively.

Employees who are over age 21, participated in the plan for at least one day of the plan year and have made elective deferrals into the plan are also eligible to receive a discretionary employer matching contribution determined each year by the Society's Board of Directors. A discretionary employer matching contribution of \$31,228 and \$31,079 was made for the years ended March 31, 2010 and 2009, respectively.

Note 5 - Property and Equipment

Property and equipment is comprised of the following as of March 31, 2010 and 2009:

	2010	2009
Furniture and equipment	\$ 566,856	\$ 578,818
Less: accumulated depreciation	(323,426)	(487,492)
Total	\$ 243,430	\$ 91,326

Note 6 - Operating Leases

The CSCPA leases certain office equipment as well as office and classroom space in Rocky Hill, Connecticut under terms of various non-cancelable operating leases. Subsequent to fiscal year-end 2009, the CSCPA entered into a new 10-year lease agreement to relocate office and training space. Payments related to the new lease begin on May 1, 2010 and extend into April 2020.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Notes to the Combined Financial Statements
For the Years Ended March 2010 and 2009**

Note 6 - Operating Leases (continued)

As of March 31, 2010, future minimum lease payments under operating leases with initial or remaining non-cancelable terms in excess of one year are as follows.

Year ending March 31:		
2011	\$	99,893
2012		108,767
2013		110,928
2014		111,332
2015		115,768
Thereafter		619,585
Total	\$	1,166,273

Rent expense under all leases totaled \$197,055 and \$180,181 for each of the years ended March 31, 2010 and 2009, respectively.

Deferred rent payable of \$41,753 and \$8,714 at March 31, 2010 and 2009, respectively, represents the excess of the rent expense determined on a straight-line basis over the amounts paid to date pursuant to the office lease agreement and is included in accrued expenses in the accompanying combined statements of financial position.

Note 7 - Related Party Transactions

During the normal course of business, various invoices and amounts of shared expenses are paid by either the Society or the Foundation. As of March 31, 2010 and 2009, the Society was owed \$275,956 and \$12,622, respectively, from the Foundation related to these shared expenses.

Stated within the bylaws of the Society and the Foundation are provisions that the Foundation is allocated administrative expenses from the Society up to an amount that is not to exceed a supportable percentage of total expenses on the Society's books that is based on the actual time of various employees and actual expenses incurred. These allocations are usually in the amount of the net income created by the Foundation on a stand alone basis. This allocation from the Society to the Foundation amounted to \$625,271 and \$621,221 for the years ended March 31, 2010 and 2009, respectively. As of March 31, 2010 and 2009, the Society was owed amounts of \$7,058 and \$171,221, respectively, from the Foundation related to this expense allocation.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Financial Position
March 31, 2010**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Current assets:					
Cash and cash equivalents	\$ 118,324	\$ 125,085	\$ 117,180	\$ -	\$ 360,589
Investments, at fair value	585,613	-	467,152	-	1,052,765
Accounts receivable	2,710	7,131	7,500	-	17,341
Prepaid expenses and other assets	40,919	28,486	125	-	69,530
Due from affiliates	283,013	-	-	(283,013)	-
	<u>1,030,579</u>	<u>160,702</u>	<u>591,957</u>	<u>(283,013)</u>	<u>1,500,225</u>
Total current assets					
Property and equipment, net	<u>92,589</u>	<u>150,841</u>	<u>-</u>	<u>-</u>	<u>243,430</u>
Total assets	<u>\$ 1,123,168</u>	<u>\$ 311,543</u>	<u>\$ 591,957</u>	<u>\$ (283,013)</u>	<u>\$ 1,743,655</u>
Current liabilities:					
Accounts payable	\$ 8,940	\$ 16,994	\$ 47,723	\$ -	\$ 73,657
Accrued expenses	242,333	-	-	-	242,333
Deferred revenue	204,033	2,587	-	-	206,620
Deposits for conferences and meetings	-	15,706	-	-	15,706
Due to affiliates	-	275,956	7,057	(283,013)	-
	<u>455,306</u>	<u>311,243</u>	<u>54,780</u>	<u>(283,013)</u>	<u>538,316</u>
Total current liabilities					
Net assets:					
Unrestricted:					
Undesignated	667,862	300	346,870	-	1,015,032
Designated for the Trust	-	-	34,125	-	34,125
Designated for scholarships	-	-	156,182	-	156,182
	<u>667,862</u>	<u>300</u>	<u>537,177</u>	<u>-</u>	<u>1,205,339</u>
Total net assets					
Total liabilities and net assets	<u>\$ 1,123,168</u>	<u>\$ 311,543</u>	<u>\$ 591,957</u>	<u>\$ (283,013)</u>	<u>\$ 1,743,655</u>

See independent auditors' report.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Financial Position
March 31, 2009**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Current assets:					
Cash and cash equivalents	\$ 403,399	\$ 111,686	\$ 352,536	\$ -	\$ 867,621
Investments, at fair value	369,627	-	150,614	-	520,241
Accounts receivable	4,254	8,104	21,665	(7,497)	26,526
Prepaid expenses and other assets	56,000	10,162	125	-	66,287
Due from affiliates	183,843	-	-	(183,843)	-
Total current assets	1,017,123	129,952	524,940	(191,340)	1,480,675
Property and equipment, net	8,485	82,841	-	-	91,326
Total assets	\$ 1,025,608	\$ 212,793	\$ 524,940	\$ (191,340)	\$ 1,572,001
Current liabilities:					
Accounts payable	\$ 10,696	\$ 413	\$ 56,832	\$ (7,497)	\$ 60,444
Accrued expenses	176,379	-	-	-	176,379
Deferred revenue	201,904	7,697	-	-	209,601
Deposits for conferences and meetings	-	20,540	-	-	20,540
Due to affiliates	-	183,843	-	(183,843)	-
Total current liabilities	388,979	212,493	56,832	(191,340)	466,964
Net assets:					
Unrestricted:					
Undesignated	636,629	300	296,421	-	933,350
Designated for the Trust	-	-	34,075	-	34,075
Designated for scholarships	-	-	137,612	-	137,612
Total net assets	636,629	300	468,108	-	1,105,037
Total liabilities and net assets	\$ 1,025,608	\$ 212,793	\$ 524,940	\$ (191,340)	\$ 1,572,001

See independent auditors' report.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Activities and Changes in Net Assets
For the Year Ended March 31, 2010**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Support and revenue:					
Conference and continuing education fees	\$ -	\$ 1,772,853	\$ -	\$ -	\$ 1,772,853
Membership dues and fees	1,228,300	-	-	-	1,228,300
Programs	7,760	155,400	-	-	163,160
Publications	-	68,968	-	-	68,968
Contributions	-	-	65,760	-	65,760
Investment gains	151,390	532	91,688	-	243,610
Other income	7,611	31,950	-	-	39,561
Special events	-	-	48,928	-	48,928
Donated services	-	19,565	-	-	19,565
Total support and revenue	1,395,061	2,049,268	206,376	-	3,650,705
Expenses:					
Program services:					
Conferences and continuing education fees	-	1,182,611	-	-	1,182,611
Membership dues and fees	107,770	-	-	-	107,770
Publications	-	90,106	-	-	90,106
Programs	67,841	41,014	-	-	108,855
Scholarships and awards	-	-	104,106	-	104,106
Board initiative	345	-	-	-	345
Meetings	4,605	-	-	-	4,605
Total program services	180,561	1,313,731	104,106	-	1,598,398
Supporting services:					
Management and general	1,808,538	110,266	5,887	-	1,924,691
Fundraising	-	-	27,314	-	27,314
Total supporting services	1,808,538	110,266	33,201	-	1,952,005
Administrative expenses allocated between affiliates	(625,271)	625,271	-	-	-
Total expenses	1,363,828	2,049,268	137,307	-	3,550,403
Change in net assets	31,233	-	69,069	-	100,302
Net assets, beginning of year	636,629	300	468,108	-	1,105,037
Net assets, end of year	\$ 667,862	\$ 300	\$ 537,177	\$ -	\$ 1,205,339

See independent auditors' report.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Activities and Changes in Net Assets
For the Year Ended March 31, 2009**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Support and revenue:					
Conference and continuing education fees	\$ -	\$ 1,777,233	\$ -	\$ -	\$ 1,777,233
Membership dues and fees	1,210,607	-	-	-	1,210,607
Programs	6,800	121,575	-	-	128,375
Publications	-	86,272	-	-	86,272
Contributions	-	-	84,285	-	84,285
Investment gains, net	(140,161)	2,807	(76,777)	-	(214,131)
Other income	8,998	38,350	-	-	47,348
Special events	-	-	51,060	-	51,060
Donated services	-	16,327	-	-	16,327
Total support and revenue	1,086,244	2,042,564	58,568	-	3,187,376
Expenses:					
Program services:					
Conferences and continuing education fees	-	1,163,386	-	-	1,163,386
Membership dues and fees	144,150	-	-	-	144,150
Publications	-	97,368	-	-	97,368
Programs	83,444	41,611	-	-	125,055
Scholarships and awards	-	-	109,959	-	109,959
Meetings	13,936	-	-	-	13,936
Total program services	241,530	1,302,365	109,959	-	1,653,854
Supporting services:					
Management and general	1,704,566	118,978	646	-	1,824,190
Fundraising	-	-	28,684	-	28,684
Total supporting services	1,704,566	118,978	29,330	-	1,852,874
Administrative expenses allocated between affiliates	(621,221)	621,221	-	-	-
Total expenses	1,324,875	2,042,564	139,289	-	3,506,728
Change in net assets	(238,631)	-	(80,721)	-	(319,352)
Net assets, beginning of year	875,260	300	548,829	-	1,424,389
Net assets, end of year	<u>\$ 636,629</u>	<u>\$ 300</u>	<u>\$ 468,108</u>	<u>\$ -</u>	<u>\$ 1,105,037</u>

See independent auditors' report.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Cash Flows
For the Year Ended March 31, 2010**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Cash flows from operating activities:					
Change in net assets	\$ 31,233	\$ -	\$ 69,069	\$ -	\$ 100,302
Adjustments to reconcile the change in net assets to net cash (used in) provided by operating activities:					
Depreciation expense	10,457	38,957	-	-	49,414
Investment gains	(138,701)	-	(86,366)	-	(225,067)
Purchases of investments	(183,682)	-	(234,289)	-	(417,971)
Proceeds from sales and maturities of investments	106,397	-	4,117	-	110,514
Changes in operating assets and liabilities:					
Accounts receivable	1,544	973	14,165	(7,497)	9,185
Prepaid expenses and other assets	15,081	(18,324)	-	-	(3,243)
Due from affiliate	(99,170)	-	-	99,170	-
Accounts payable	(1,756)	16,581	(9,109)	7,497	13,213
Accrued expenses	65,954	-	-	-	65,954
Deferred revenue	2,129	(5,110)	-	-	(2,981)
Deposits for conferences and meetings	-	(4,834)	-	-	(4,834)
Due to affiliate	-	92,113	7,057	(99,170)	-
Net cash (used in) provided by operating activities	(190,514)	120,356	(235,356)	-	(305,514)
Cash flows from investing activities:					
Purchases of property and equipment	(94,561)	(106,957)	-	-	(201,518)
Net cash used in investing activities	(94,561)	(106,957)	-	-	(201,518)
Net change in cash and cash equivalents	(285,075)	13,399	(235,356)	-	(507,032)
Cash and cash equivalents, beginning of year	403,399	111,686	352,536	-	867,621
Cash and cash equivalents, end of year	<u>\$ 118,324</u>	<u>\$ 125,085</u>	<u>\$ 117,180</u>	<u>\$ -</u>	<u>\$ 360,589</u>

See independent auditors' report.

**The Connecticut Society of Certified Public Accountants
Incorporated and Affiliated Entities
Supplemental Schedule - Combining Statement of Cash Flows
For the Year Ended March 31, 2009**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Cash flows from operating activities:					
Change in net assets	\$ (238,631)	\$ -	\$ (80,721)	\$ -	\$ (319,352)
Adjustments to reconcile the change in net assets to net cash provided by (used in) operating activities:					
Depreciation expense	13,203	35,662	-	-	48,865
Investment losses	172,783	-	93,156	-	265,939
Purchases of investments	(83,340)	-	(7,888)	-	(91,228)
Proceeds from sales and maturities of investments	374,498	-	254,228	-	628,726
Changes in operating assets and liabilities:					
Accounts receivable	459	(701)	(11,665)	7,497	(4,410)
Prepaid expenses and other assets	4,008	17,124	4,479	-	25,611
Due from affiliate	97,538	-	-	(97,538)	-
Accounts payable	6,048	(5,759)	3,912	(7,497)	(3,296)
Accrued expenses	1,797	-	-	-	1,797
Deferred revenue	6,523	201	-	-	6,724
Deposits for conferences and meetings	-	4,255	-	-	4,255
Due to affiliate	-	(97,538)	-	97,538	-
Net cash provided by (used in) operating activities	354,886	(46,756)	255,501	-	563,631
Cash flows from investing activities:					
Purchases of property and equipment	(3,631)	(18,807)	-	-	(22,438)
Net cash used in investing activities	(3,631)	(18,807)	-	-	(22,438)
Net change in cash and cash equivalents	351,255	(65,563)	255,501	-	541,193
Cash and cash equivalents, beginning of year	52,144	177,249	97,035	-	326,428
Cash and cash equivalents, end of year	<u>\$ 403,399</u>	<u>\$ 111,686</u>	<u>\$ 352,536</u>	<u>\$ -</u>	<u>\$ 867,621</u>

See independent auditors' report.