

**BRANFORD COMMUNITY
FOUNDATION, INC.**

Financial Statements
December 31, 2009 and 2008

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Branford Community Foundation, Inc.
Branford, Connecticut

We have audited the accompanying statement of financial position of the

BRANFORD COMMUNITY FOUNDATION, INC.
(a Nonprofit Organization)

as of December 31, 2009 and 2008, and the related statement of activity and changes in net assets, and statement of cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 Branford Community Foundation, Inc., as of December 31, 2009 and 2008, and the results of its operations and cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Kircaldie Randall & McNab LLC

North Haven, Connecticut
June 15, 2010

BRANFORD COMMUNITY FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2009 AND 2008

ASSETS	<u>2009</u>	<u>2008</u>
Current assets:		
Cash	\$ 289,849	\$ 243,391
Accrued interest income	3,430	1,798
Total current assets	<u>\$ 293,279</u>	<u>\$ 245,189</u>
Long-term assets:		
Investments	\$ 922,825	\$ 645,142
Total assets	<u>\$ 1,216,104</u>	<u>\$ 890,331</u>
LIABILITIES		
Grants payable	<u>\$ 0</u>	<u>\$ 0</u>
NET ASSETS		
Permanently restricted for High School Scholarships	\$ 154,693	\$ 133,037
Unrestricted:		
Unappropriated	825,611	578,257
Appropriated by Board for scholarships	235,800	179,037
Total net assets	<u>\$ 1,216,104</u>	<u>\$ 890,331</u>
Total liabilities and net assets	<u>\$ 1,216,104</u>	<u>\$ 890,331</u>

KIRCALDIE, RANDALL & MCNAB LLC

BRANFORD COMMUNITY FOUNDATION, INC.
STATEMENT OF ACTIVITY AND CHANGES IN NET ASSETS
FOR THE YEARS DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Revenues, gains and other support:		
Contributions received	\$ 191,388	\$ 36,377
Income on long-term investments	18,594	29,713
Net gain (loss) on long-term investments	169,709	(305,162)
Total revenues, gains, and other support	<u>\$ 379,691</u>	<u>\$ (239,072)</u>
Expenses:		
Charitable giving:		
Grants	\$ 29,650	\$ 15,600
Scholarships	14,700	15,565
Program expenses	1,400	22,608
Total giving	<u>\$ 45,750</u>	<u>\$ 53,773</u>
Administrative		
Professional fees	2,631	3,013
Postage	204	816
Advertising	275	
Printing	2,617	1,082
Website expenses	597	2,450
Administrative	1,472	870
Fidelity bond	373	138
Total administrative	<u>\$ 8,169</u>	<u>\$ 8,369</u>
Total expenses	<u>\$ 53,919</u>	<u>\$ 62,142</u>
Change in net assets	\$ 325,773	\$ (301,214)
Net assets at beginning of year	890,331	1,191,545
Net assets at end of year	<u>\$ 1,216,104</u>	<u>\$ 890,331</u>

KIRCALDIE, RANDALL & MGNAB LLC

BRANFORD COMMUNITY FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS DECEMBER 31, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
<u>Cash flows from operating activities:</u>		
Change in net assets	\$ 325,773	\$ (301,214)
(Gain) loss on sale of investments	(169,709)	305,164
Adjustment to reconcile change in net assets to net cash used by operating activities:		
(Increase) decrease in accrued interest income	(1,632)	449
Net cash provided (used) by operating activities	<u>\$ 154,432</u>	<u>\$ 4,399</u>
<u>Cash flows from investing activities:</u>		
Proceeds from sale of investments	\$ 123,412	\$ 397,668
Purchase of investments	(231,386)	(242,740)
Net cash provided (used) by investing activities	<u>\$ (107,974)</u>	<u>\$ 154,928</u>
Change in net assets	\$ 46,458	\$ 159,327
Cash at beginning of year	<u>243,391</u>	<u>84,064</u>
Cash at end of year	<u><u>\$ 289,849</u></u>	<u><u>\$ 243,391</u></u>

KIRCALDIE, RANDALL & MGNAB LLC

BRANFORD COMMUNITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

Note 1 — Significant Accounting Policies:

Description of entity: The Branford Community Foundation, Inc., was established in 1980 to benefit all residents of the Branford community in charitable, educational and scientific endeavors.

Basis of accounting: The foundation prepares its financial statements on the accrual basis of accounting whereby income is recorded when earned, rather than received, and expense recorded when incurred rather than when paid.

Unrestricted net assets: All net assets are classified as unrestricted as there were not donor restrictions placed on gifts when made. Assets designated by the board of directors are classified as unrestricted as the board may alter its own restriction.

Temporarily restricted assets: These are funds which are given with the stipulation that the funds be used for a specific purpose which has not yet been completed. Upon completion the restriction is lifted.

Permanently restricted assets: These represent funds, generally endowment type funds, which are designated for use of “income only” with principal use prohibited.

Income taxes: The Branford Community Foundation, Inc., is exempt from Federal Income Taxes under §501(c)(3) of the Internal Revenue Code, therefore, no provision is made for taxes.

Estimates: The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions. This will affect the reported amounts of assets and liabilities, disclosures 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 these estimates.

Reclassifications: Certain amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year statements.

BRANFORD COMMUNITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

Note 2 — Investments:

The foundation reflects investments at market value in its financial statements where unrealized gains and losses are aggregated with realized gains and losses on the statement of activity. Realized and unrealized losses are as follows:

	<u>2009</u>	<u>2008</u>
Realized net gains	\$ (79)	\$ 9,436
Unrealized net gains (losses)	169,788	(314,598)
	<u>\$ 169,709</u>	<u>\$ (305,162)</u>

The cost vs. market value of the investments categories is as follows:

	<u>2009</u>	
	<u>Book Value</u>	<u>Market Value</u>
U.S. Government Securities	\$ 130,000	\$ 130,191
Corporate Bonds	148,502	154,643
Equity Securities	25,000	22,300
Mutual Funds	627,806	615,691
	<u>\$ 931,308</u>	<u>\$ 922,825</u>

	<u>2008</u>	
	<u>Book Value</u>	<u>Market Value</u>
U.S. Government Securities	\$ 169,966	\$ 171,091
Corporate Bonds	40,227	39,101
Equity Securities	25,000	19,400
Mutual Funds	588,220	415,550
	<u>\$ 823,413</u>	<u>\$ 645,142</u>

Note 3 — Funds:

At year end the Foundation has the following funds:

	<u>2009</u>	<u>2008</u>
Unrestricted:		
General Fund	\$ 499,543	\$ 303,016
Mobeck Family Fund	10,472	9,148
Andriole Family Fund	24,926	21,557
Harry and Abby Johnson Fund	4,908	4,288
Darin G Etzel Fund	96,064	82,252
H Allen Carroll Fund	14,356	12,542
William & Barbara Lyons Fund	115,034	100,493
John & Carol Moss Fund	7,891	6,788

BRANFORD COMMUNITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

Note 3, Continued:

A Peter and Fae Delfini Memorial Fund	9,366	8,182
Clark Family Fund	6,893	5,912
Eleanor Taylor Fund	5,608	4,812
Donald & Mary Lou Welch Fund	7,482	6,052
Donald G Grigley Memorial Fund	15,623	13,215
R Massey Family Fund	7,445	
Total unrestricted funds	<u>\$ 825,611</u>	<u>\$ 578,257</u>

Scholarship Funds:

John B. Sliney Fund	\$ 9,342	\$ 8,053
Austin Ryer Fund	8,588	7,446
Mari–Ellen Reed Fund	14,036	11,712
PJ Ferriolo Memorial Fund	24,982	20,983
Vincent S. Giordano, Sr. Construction Ind. Mem. Sch.	32,448	24,866
Robert Dow Scholarship Fund	11,107	9,919
Ellen McDonnell Ferguson	50,941	40,405
Carol D. Redden Scholarship Fund	39,776	21,596
Kendra Martin Scholarship Fund	5,684	197
Linda Edsall Winward Scholarship Fund	18,284	16,117
Linda Edsall & Walter Winward Fund	9,095	7,589
Selectmens Fund	2,179	2,162
D. William Owens, Jr. and Robert M. Owens Scholarship	9,338	7,992
Total scholarship funds	<u>\$ 235,800</u>	<u>\$ 179,037</u>
Total funds	<u>\$ 1,061,411</u>	<u>\$ 757,294</u>

Branford High School Scholarships	<u>\$ 154,693</u>	<u>\$ 133,037</u>
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Note 4 — Grants and Scholarships:

The following organizations benefitted from the Foundation’s work during the year:

		<u>Purpose</u>
Community Dining Room	\$ 5,000	General
Walsh Intermediate School	200	Drama Dept
Branford Food Council	5,000	General
Branford Counseling Center	5,000	General
Camp Hazen YMCA	750	Camp Scholarships

KIRCALDIE, RANDALL & MGNAB LLC

BRANFORD COMMUNITY FOUNDATION, INC.
NOTES TO THE FINANCIAL STATEMENTS

Note 4, Continued:

Online Journalism Project	1,000	General
VNA Community Health Care	2,500	General
Central Connecticut Coast YMCA	10,000	Capital Pledge
Branford High School Performing Arts	200	Drama Dept
	<u>\$ 29,650</u>	
Scholarships, Branford High School and others	<u>\$ 14,700</u>	
Program expenses:		
Smoke alarm project	<u>\$ 1,400</u>	

Note 5 — Commitments:

The following amounts have been computed toward multi-year pledges, projects for which certain conditions have not yet been met or projects which have not been complete.

Soundview Family YMCA	\$ 5,000	Capital pledge
Robert Gill Scholarships	3,000	5 year pledge