

**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, 2008 and 2007**

**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, 2008 and 2007**

Table of Contents

	<u>Page</u>
Independent Auditors' Report.....	1
Combined Financial Statements:	
Combined Statements of Financial Position .....	2
Combined Statements of Activities.....	3
Combined Statements of Cash Flows.....	4
Notes to the Combined Financial Statements .....	5
Supplemental Schedules:	
Combining Statement of Financial Position as of March 31, 2008.....	11
Combining Statement of Financial Position as of March 31, 2007.....	12
Combining Statement of Activities for the year ended March 31, 2008 .....	13
Combining Statement of Activities for the year ended March 31, 2007.....	14
Combining Statement of Cash Flows for the year ended March 31, 2008.....	15
Combining Statement of Cash Flows for the year ended March 31, 2007.....	16

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, 2008 and 2007, and the related combined statements of activities 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, 2008 and 2007, 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 financial statements taken as a whole. The supplemental schedules on pages eleven through sixteen 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*

10 Tower Lane  
Avon CT 06001  
Telephone (860) 678-9200  
FAX (860) 678-9202

30 Main Street  
Burlington, VT 05401  
Telephone (802) 865-9300  
FAX (802) 865-9302

email: [information@slbcpa.com](mailto:information@slbcpa.com)

September 3, 2008

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Combined Statements of Financial Position  
March 31, 2008 and 2007**

	<b>2008</b>	<b>2007</b>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 326,428	\$ 727,918
Investments, at fair value	1,323,678	1,014,400
Accounts receivable	22,238	24,322
Prepaid expenses and other assets	91,898	125,591
Total current assets	1,764,242	1,892,231
Property and equipment, net	117,631	63,501
Total assets	\$ 1,881,873	\$ 1,955,732
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable	\$ 63,740	\$ 84,424
Accrued expenses	174,582	169,756
Deferred revenue	202,877	199,922
Deposits for conferences and meetings	16,285	23,966
Total current liabilities	457,484	478,068
Net Assets:		
Unrestricted:		
Undesignated	1,221,431	1,274,589
Designated for scholarships	168,883	169,000
Total unrestricted net assets	1,390,314	1,443,589
Temporarily restricted	34,075	34,075
Total net assets	1,424,389	1,477,664
Total liabilities and net assets	\$ 1,881,873	\$ 1,955,732

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  
For the Years Ended March 31, 2008 and 2007**

	2008			2007
	Unrestricted	Temporarily Restricted	Total	Total
Support and revenue:				
Conference and continuing education fees	\$ 1,782,499	\$ -	\$ 1,782,499	\$ 1,804,774
Membership dues and fees	1,177,734	-	1,177,734	1,183,089
Programs	105,525	-	105,525	119,302
Publications	89,670	-	89,670	82,509
Contributions	84,670	-	84,670	59,743
Investment income	17,970	-	17,970	106,734
Other income	49,423	-	49,423	75,980
Special events	54,623	-	54,623	53,858
Donated services	15,730	-	15,730	10,172
Total support and revenue	3,377,844	-	3,377,844	3,496,161
Expenses:				
Program services:				
Conference and continuing education fees	1,197,595	-	1,197,595	1,284,929
Membership dues and fees	122,192	-	122,192	128,275
Publications	97,840	-	97,840	113,747
Programs	118,524	-	118,524	97,011
Scholarships and awards	94,517	-	94,517	71,890
Meetings	8,533	-	8,533	9,515
Total program services	1,639,201	-	1,639,201	1,705,367
Supporting services:				
Management and general	1,763,490	-	1,763,490	1,691,558
Fundraising	28,428	-	28,428	28,103
Total supporting services	1,791,918	-	1,791,918	1,719,661
Total expenses	3,431,119	-	3,431,119	3,425,028
Change in net assets	(53,275)	-	(53,275)	71,133
Net assets, beginning of year	1,443,589	34,075	1,477,664	1,406,531
Net assets, end of year	\$ 1,390,314	\$ 34,075	\$ 1,424,389	\$ 1,477,664

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, 2008 and 2007**

	2008	2007
Cash flows from operating activities:		
Change in net assets	\$ (53,275)	\$ 71,133
Adjustments to reconcile net assets to net cash (used in) provided by operating activities:		
Depreciation expense	58,697	64,776
Gain on disposition of property and equipment	-	(449)
Investment losses (gains)	55,885	(37,837)
Purchases of investments	(553,837)	(967,930)
Proceeds from sales and maturities of investments	188,674	1,052,935
Changes in operating assets and liabilities:		
Accounts receivable	2,084	3,145
Prepaid expenses and other assets	33,693	(51,524)
Accounts payable	(20,684)	13,326
Accrued expenses	4,826	(7,052)
Deferred revenue	2,955	(2,183)
Deposits for conferences and meetings	(7,681)	1,858
	(288,663)	140,198
Net cash (used in) provided by operating activities		
Cash flows from investing activities:		
Purchases of property and equipment	(112,827)	(31,270)
	(112,827)	(31,270)
Net cash used in investing activities		
Net (decrease) increase in cash and cash equivalents	(401,490)	108,928
Cash and cash equivalents, beginning of year	727,918	618,990
Cash and cash equivalents, end of year	\$ 326,428	\$ 727,918

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 31, 2008 and 2007**

**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.

*Use of Estimates* - The preparation of combined 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 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 31, 2008 and 2007**

**Note 2 - Summary of Significant Accounting Policies (continued)**

*Unrestricted* - Unrestricted net assets represent available resources other than donor-restricted contributions. The Board of Trustees of the Trust has designated a portion of the Trust's unrestricted net assets, resulting from proceeds of an annual golf tournament, for scholarships in 2007. No proceeds were designated during fiscal year 2008.

*Temporarily Restricted* - Temporarily restricted net assets represent contributions and other resources that are restricted by the donor either as to purpose or as to time of expenditure. Temporarily restricted net assets of \$34,075 as of March 31, 2008 and 2007 are restricted for the purpose of future fund raising efforts. During 2008 and 2007, there were no amounts released from restriction.

*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, 2008 and 2007 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.

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Notes to the Combined Financial Statements  
For the Years Ended March 31, 2008 and 2007**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Cash and Cash Equivalents** - The CSCPA classifies all securities with original maturity dates at date of acquisition of three months or less as cash equivalents. Cash balances are insured by the Federal Depository Insurance Corporation (FDIC) up to \$100,000 per bank. From time to time, in the normal course of business, the CSCPA maintains cash balances that may exceed the FDIC limit.

**Investments** - The CSCPA accounts for its investments in debt and equity securities in accordance with the Statement of Financial Accounting Standards No. 124, "*Accounting for Certain Investments held by Not-for-Profit Organizations*". 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 income statement during the year of which they occur.

The fair values of investments are measured using quoted market prices or dealer quotations.

**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.

**Values of Financial Instruments** - The CSCPA values financial instruments as required by Financial Accounting Standards Board Statement No. 107, "*Disclosure about Fair Value of Financial Instruments*". The carrying amounts of cash, accounts receivable, amounts due from affiliates, accounts payable and accrued expenses approximate fair value.

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Notes to the Combined Financial Statements  
For the Years Ended March 31, 2008 and 2007**

**Note 2 - Summary of Significant Accounting Policies (continued)**

**Income Taxes** - The CSCPA is exempt from federal and state income taxes on exempt function income. However, certain activities of the Society and Foundation are subject to unrelated business income taxes. Because neither the Society nor the Trust had unrelated business taxable income for the years ended March 31, 2008 and 2007, no provision for income taxes has been made in the accompanying combined financial statements. During the years ended March 31, 2008 and 2007, the Foundation incurred \$657 and \$581, respectively, of unrelated business income tax expense which is included within management and general expenses in the combined statement of activities.

**New Accounting Pronouncements** - In June 2006, the Financial Accounting Standards Board (FASB) issued Interpretation No. 48 (FIN 48), "*Accounting for Uncertainty in Income Taxes - an Interpretation of FASB Statement No. 109.*" FIN 48 establishes a minimum threshold for financial statement recognition of the benefit of positions taken in filing tax returns (including whether an entity is taxable in a particular jurisdiction), and requires certain expanded tax disclosures. FIN 48 is effective for fiscal years beginning after December 15, 2007, and is to be applied to all open tax years as of the date of effectiveness. Management believes that the adoption of FIN 48 will not have a material effect on the financial statements.

**Note 3 - Investments**

Investments in marketable equity and debt securities, classified as trading and carried at fair value as of March 31, 2008 and 2007, are as follows:

	<u>2008</u>	<u>2007</u>
Corporate bonds	\$ 558,259	\$ 313,863
Mutual funds	<u>765,419</u>	<u>700,537</u>
Total investments	<u>\$ 1,323,678</u>	<u>\$ 1,014,400</u>

Investment income, net of related expenses, is comprised of the following for the years ended March 31, 2008 and 2007:

	<u>2008</u>	<u>2007</u>
Realized gains on securities	\$ 10,579	\$ 32,364
Unrealized (losses) gains on securities	(66,464)	5,473
Interest and dividends	<u>73,855</u>	<u>68,897</u>
Total investment income	<u>\$ 17,970</u>	<u>\$ 106,734</u>

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Notes to the Combined Financial Statements  
For the Years Ended March 31, 2008 and 2007**

**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 \$28,967 and \$27,123 for the years ended March 31, 2008 and 2007, 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 \$28,967 and \$27,053 was made for the years ended March 31, 2008 and 2007, respectively.

**Note 5 - Property and Equipment**

Property and equipment is comprised of the following as of March 31, 2008 and 2007:

	2008	2007
Furniture and equipment	\$ 580,540	\$ 491,229
Less: accumulated depreciation	(462,909)	(427,728)
Total	\$ 117,631	\$ 63,501

**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.

As of March 31, 2008, future minimum lease payments under operating leases with remaining terms in excess of one year are as follows.

Year ending March 31:	
2009	\$ 190,358
2010	158,985
2011	2,120
2012	2,120
2013	2,120
Total	\$ 355,703

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Notes to the Combined Financial Statements  
For the Years Ended March 31, 2008 and 2007**

**Note 6 - Operating Leases (continued)**

Rent expense under all leases totaled \$187,076 and \$185,924, for each of the years ended March 31, 2008 and 2007, respectively.

Deferred rent payable of \$19,171 and \$29,628 at March 31, 2008 and 2007, 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 statement 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, 2008 and 2007, the Society was owed \$17,716 and \$15,401, 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 \$563,665 and \$523,311 for the years ended March 31, 2008 and 2007, respectively. As of March 31, 2008 and 2007, the Society was owed amounts of \$263,665 and \$373,311, 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, 2008**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Current assets:					
Cash and cash equivalents	\$ 52,144	\$ 177,249	\$ 97,035	\$ -	\$ 326,428
Investments, at fair value	833,568	-	490,110	-	1,323,678
Accounts receivable	4,713	7,525	10,000	-	22,238
Prepaid expenses and other assets	60,008	27,286	4,604	-	91,898
Due from affiliates	281,381	-	-	(281,381)	-
<b>Total current assets</b>	<b>1,231,814</b>	<b>212,060</b>	<b>601,749</b>	<b>(281,381)</b>	<b>1,764,242</b>
Property and equipment, net	18,057	99,574	-	-	117,631
<b>Total assets</b>	<b>\$ 1,249,871</b>	<b>\$ 311,634</b>	<b>\$ 601,749</b>	<b>\$ (281,381)</b>	<b>\$1,881,873</b>
Current liabilities:					
Accounts payable	\$ 4,648	\$ 6,172	\$ 52,920	\$ -	\$ 63,740
Accrued expenses	174,582	-	-	-	174,582
Deferred revenue	195,381	7,496	-	-	202,877
Deposits for conferences and meetings	-	16,285	-	-	16,285
Due to affiliates	-	281,381	-	(281,381)	-
<b>Total current liabilities</b>	<b>374,611</b>	<b>311,334</b>	<b>52,920</b>	<b>(281,381)</b>	<b>457,484</b>
Net assets:					
Unrestricted:					
Undesignated	875,260	300	345,871	-	1,221,431
Designated	-	-	168,883	-	168,883
<b>Total unrestricted net assets</b>	<b>875,260</b>	<b>300</b>	<b>514,754</b>	<b>-</b>	<b>1,390,314</b>
Temporarily restricted	-	-	34,075	-	34,075
<b>Total net assets</b>	<b>875,260</b>	<b>300</b>	<b>548,829</b>	<b>-</b>	<b>1,424,389</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,249,871</b>	<b>\$ 311,634</b>	<b>\$ 601,749</b>	<b>\$ (281,381)</b>	<b>\$1,881,873</b>

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Supplemental Schedule - Combining Statement of Financial Position  
March 31, 2007**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Current assets:					
Cash and cash equivalents	\$ 194,581	\$ 311,310	\$ 222,027	\$ -	\$ 727,918
Investments, at fair value	677,858	-	336,542	-	1,014,400
Accounts receivable	6,565	5,257	12,500	-	24,322
Prepaid expenses and other assets	41,671	82,920	1,000	-	125,591
Due from affiliates	388,712	-	-	(388,712)	-
Total current assets	1,309,387	399,487	572,069	(388,712)	1,892,231
Property and equipment, net	31,213	32,288	-	-	63,501
Total assets	<u>\$1,340,600</u>	<u>\$ 431,775</u>	<u>\$ 572,069</u>	<u>\$ (388,712)</u>	<u>\$1,955,732</u>
Current liabilities:					
Accounts payable	\$ 27,416	\$ 15,612	\$ 41,396	\$ -	\$ 84,424
Accrued expenses	169,756	-	-	-	169,756
Deferred revenue	196,737	3,185	-	-	199,922
Deposits for conferences and meetings	-	23,966	-	-	23,966
Due to affiliates	-	388,712	-	(388,712)	-
Total liabilities	393,909	431,475	41,396	(388,712)	478,068
Net assets:					
Unrestricted:					
Undesignated	946,691	300	327,598	-	1,274,589
Designated for scholarships	-	-	169,000	-	169,000
Total unrestricted net assets	946,691	300	496,598	-	1,443,589
Temporarily restricted	-	-	34,075	-	34,075
Total net assets	946,691	300	530,673	-	1,477,664
Total liabilities and net assets	<u>\$1,340,600</u>	<u>\$ 431,775</u>	<u>\$ 572,069</u>	<u>\$ (388,712)</u>	<u>\$1,955,732</u>

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Supplemental Schedule - Combining Statement of Activities  
For the Year Ended March 31, 2008**

	Society	Foundation	Trust	Elimination Entries	Combined
Support and revenue:					
Conference and continuing education fees	\$ -	\$ 1,782,499	\$ -	\$ -	\$ 1,782,499
Membership dues and fees	1,177,734	-	-	-	1,177,734
Programs	7,100	98,425	-	-	105,525
Publications	-	89,670	-	-	89,670
Contributions	-	-	84,670	-	84,670
Investment income, net	6,748	9,058	2,164	-	17,970
Other income	10,823	38,600	-	-	49,423
Special events	-	-	54,623	-	54,623
Donated services	-	15,730	-	-	15,730
<b>Total support and revenue</b>	<b>1,202,405</b>	<b>2,033,982</b>	<b>141,457</b>	<b>-</b>	<b>3,377,844</b>
Expenses:					
Program services:					
Conferences and continuing education fees	-	1,197,595	-	-	1,197,595
Membership dues and fees	122,192	-	-	-	122,192
Publications	-	97,840	-	-	97,840
Programs	83,609	34,915	-	-	118,524
Scholarships and awards	-	-	94,517	-	94,517
Meetings	8,533	-	-	-	8,533
<b>Total program services</b>	<b>214,334</b>	<b>1,330,350</b>	<b>94,517</b>	<b>-</b>	<b>1,639,201</b>
Supporting services:					
Management and general	1,623,167	139,967	356	-	1,763,490
Fundraising	-	-	28,428	-	28,428
<b>Total supporting services</b>	<b>1,623,167</b>	<b>139,967</b>	<b>28,784</b>	<b>-</b>	<b>1,791,918</b>
Administrative expenses allocated between affiliates	(563,665)	563,665	-	-	-
<b>Total expenses</b>	<b>1,273,836</b>	<b>2,033,982</b>	<b>123,301</b>	<b>-</b>	<b>3,431,119</b>
Change in net assets	(71,431)	-	18,156	-	(53,275)
Net assets, beginning of year	946,691	300	530,673	-	1,477,664
<b>Net assets, end of year</b>	<b>\$ 875,260</b>	<b>\$ 300</b>	<b>\$ 548,829</b>	<b>\$ -</b>	<b>\$ 1,424,389</b>

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Supplemental Schedule - Combining Statement of Activities  
For the Year Ended March 31, 2007**

	<u>Society</u>	<u>Foundation</u>	<u>Trust</u>	<u>Elimination Entries</u>	<u>Combined</u>
Support and revenue:					
Conference and continuing education fees	\$ -	\$ 1,804,774	\$ -	\$ -	\$ 1,804,774
Membership dues and fees	1,183,089	-	-	-	1,183,089
Programs	4,552	114,750	-	-	119,302
Special events	-	-	53,858	-	53,858
Publications	-	82,509	-	-	82,509
Contributions	-	-	59,743	-	59,743
Other income	38,310	37,670	-	-	75,980
Investment income, net	62,025	11,994	32,715	-	106,734
Donated services	-	10,172	-	-	10,172
	<u>1,287,976</u>	<u>2,061,869</u>	<u>146,316</u>	<u>-</u>	<u>3,496,161</u>
Expenses:					
Program services:					
Conferences and continuing education fees	-	1,284,929	-	-	1,284,929
Membership dues and fees	128,275	-	-	-	128,275
Programs	-	97,011	-	-	97,011
Publications	81,894	31,853	-	-	113,747
Scholarships and awards	-	-	71,890	-	71,890
Meetings	9,515	-	-	-	9,515
	<u>219,684</u>	<u>1,413,793</u>	<u>71,890</u>	<u>-</u>	<u>1,705,367</u>
Supporting services:					
Management and general	1,566,296	124,765	497	-	1,691,558
Fundraising	-	-	28,103	-	28,103
	<u>1,566,296</u>	<u>124,765</u>	<u>28,600</u>	<u>-</u>	<u>1,719,661</u>
Administrative expenses allocated between affiliates					
	<u>(523,311)</u>	<u>523,311</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,262,669</u>	<u>2,061,869</u>	<u>100,490</u>	<u>-</u>	<u>3,425,028</u>
Change in net assets	25,307	-	45,826	-	71,133
Net assets, beginning of year	<u>921,384</u>	<u>300</u>	<u>484,847</u>	<u>-</u>	<u>1,406,531</u>
Net assets, end of year	<u>\$ 946,691</u>	<u>\$ 300</u>	<u>\$ 530,673</u>	<u>\$ -</u>	<u>\$ 1,477,664</u>

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Supplemental Schedule - Combining Statement of Cash Flows  
For the Year Ended March 31, 2008**

	Society	Foundation	Trust	Elimination Entries	Combined
Cash flows from operating activities:					
Change in net assets	\$ (71,431)	\$ -	\$ 18,156	\$ -	\$ (53,275)
Adjustments to reconcile the change in net assets to net cash used in operating activities:					
Depreciation expense	19,415	39,282	-	-	58,697
Investment losses	37,783	-	18,102	-	55,885
Purchases of investments	(304,736)	-	(249,101)	-	(553,837)
Proceeds from sales and maturities of investments	111,243	-	77,431	-	188,674
Changes in operating assets and liabilities:					
Accounts receivable	1,852	(2,268)	2,500	-	2,084
Prepaid expenses and other assets	(18,337)	55,634	(3,604)	-	33,693
Due from affiliate	107,331	-	-	107,331	214,662
Accounts payable	(22,768)	(9,440)	11,524	-	(20,684)
Accrued expenses	4,826	-	-	-	4,826
Deferred revenue	(1,356)	4,311	-	-	2,955
Deposits for conferences and meetings	-	(7,681)	-	-	(7,681)
Increase in due to affiliate	-	(107,331)	-	(107,331)	(214,662)
Net cash used in operating activities	(136,178)	(27,493)	(124,992)	-	(288,663)
Cash flows from investing activities:					
Purchases of property and equipment	(6,259)	(106,568)	-	-	(112,827)
Net cash used in investing activities	(6,259)	(106,568)	-	-	(112,827)
Net change in cash and cash equivalents	(142,437)	(134,061)	(124,992)	-	(401,490)
Cash and cash equivalents, beginning of year	194,581	311,310	222,027	-	727,918
Cash and cash equivalents, end of year	\$ 52,144	\$ 177,249	\$ 97,035	\$ -	\$ 326,428

**The Connecticut Society of Certified Public Accountants  
Incorporated and Affiliated Entities  
Supplemental Schedule - Combining Statement of Cash Flows  
For the Year Ended March 31, 2007**

	<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	\$ 25,307	\$ -	\$ 45,826	\$ -	\$ 71,133
Adjustments to reconcile the change in net assets to net cash (used in) provided by operating activities					
Depreciation expense	29,752	35,024	-	-	64,776
Gain on disposition of property and equipment	(5)	(444)	-	-	(449)
Investment gains	(21,758)	-	(16,079)	-	(37,837)
Purchases of investments	(469,363)	-	(498,567)	-	(967,930)
Proceeds from sales and maturities of investments	474,266	-	578,669	-	1,052,935
Changes in operating assets and liabilities:					
Accounts receivable	(1,585)	7,230	(2,500)	-	3,145
Prepaid expenses and other assets	1,721	(53,245)	-	-	(51,524)
Due from affiliate	(65,653)	-	-	65,653	-
Accounts payable	863	8,161	4,302	-	13,326
Accrued expenses	(7,052)	-	-	-	(7,052)
Deferred revenue	1,756	(3,939)	-	-	(2,183)
Deposits for conferences and meetings	-	1,858	-	-	1,858
Increase in due to affiliate	-	65,653	-	(65,653)	-
Net cash (used in) provided by operating activities	(31,751)	60,298	111,651	-	140,198
Cash flows from investing activities:					
Purchases of property and equipment	(15,565)	(15,705)	-	-	(31,270)
Net cash (used in) provided by investing activities	(15,565)	(15,705)	-	-	(31,270)
Net change in cash and cash equivalents	(47,316)	44,593	111,651	-	108,928
Cash and cash equivalents, beginning of year	241,897	266,717	110,376	-	618,990
Cash and cash equivalents, end of year	<u>\$ 194,581</u>	<u>\$ 311,310</u>	<u>\$ 222,027</u>	<u>\$ -</u>	<u>\$ 727,918</u>