



FINANCIAL STATEMENTS – CASH BASIS AND
SUPPLEMENTARY INFORMATION

2010 Arizona State Employees Charitable Campaign
Twenty-Nine-Month Period Ended May 31, 2012
With Report of Independent Auditors

Ernst & Young LLP

 **ERNST & YOUNG**

Report of Independent Auditors

The Board of Directors of Valley of the Sun United Way and
Arizona State Employees Charitable Campaign Coordinating Committee

We have audited the accompanying statements of activities-cash basis and functional expenses-cash basis arising from cash transactions of the 2010 Arizona State Employees Charitable Campaign (SECC) for the 29-month period ended May 31, 2012, the records of which are maintained by Valley of the Sun United Way. These financial statements are the responsibility of Valley of the Sun United Way'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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the SECC's internal control over financial reporting. Our audit included 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 SECC's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2, these financial statements have been prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the results of activities arising from cash transactions of the SECC for the 29-month period ended May 31, 2012, on the basis of accounting described in Note 2.

Our audit was performed for the purpose of forming an opinion on the accompanying financial statements of the 2010 Arizona State Employees Charitable Campaign, taken as a whole. The accompanying schedules of budgeted versus actual administrative expenses, allocations and distributions, and details of campaign receipts and disbursements for the 29-month period ended May 31, 2012, are presented for additional analysis and are not a required part of the accompanying financial statements. Such information is the responsibility of management and

was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States. In our opinion, the information is fairly stated in all material respects in relation to the financial statements taken as a whole. The information in these schedules has been subjected to the auditing procedures applied in the audit of the accompanying financial statements, and in our opinion is fairly stated in all material respects in relation to the accompanying financial statements taken as a whole.

Ernst & Young LLP

August 17, 2012

2010 Arizona State Employees Charitable Campaign

Statement of Activities – Cash Basis

Twenty-Nine-Month Period Ended May 31, 2012

Campaign results:	
Contributions/pledges	\$ 745,168
Sponsorships	25,897
Less: Cancellations and uncollected pledges	<u>(36,104)</u>
Net campaign collections	734,961
Less distributions to participating agencies	<u>(591,339)</u>
	143,622
Operating expenses:	
Personnel	65,714
Professional fees and contracted services	22,048
Supplies	1,086
Postage and shipping	745
Printing and promotional materials	31,577
Campaign incentives and awards	12,782
Travel and meetings	5,189
Miscellaneous	<u>4,481</u>
Total operating expenses	<u>143,622</u>
Change in net assets	–
Net assets, beginning of campaign period	–
Net assets, end of campaign period	<u><u>\$ –</u></u>

See accompanying notes.

2010 Arizona State Employees Charitable Campaign

Statement of Functional Expenses – Cash Basis

Twenty-Nine-Month Period Ended May 31, 2012

	<u>Program Services</u>	<u>Support Services</u>			<u>Totals</u>
	<u>SECC Services</u>	<u>Fund-raising and General</u>	<u>Management Support</u>	<u>Support Services</u>	<u>Totals</u>
Distributions to participating agencies	\$ 591,339	\$ —	\$ —	\$ —	\$ 591,339
Operating expenses:					
Personnel	—	—	65,714	65,714	65,714
Professional fees and contracted services	—	911	21,137	22,048	22,048
Supplies	—	—	1,086	1,086	1,086
Postage and shipping	—	—	745	745	745
Printing and promotional materials	—	31,577	—	31,577	31,577
Campaign incentives and awards	—	12,782	—	12,782	12,782
Travel and meetings	—	—	5,189	5,189	5,189
Miscellaneous	—	—	4,481	4,481	4,481
Total distributions to participating agencies and operating expenses	<u>\$ 591,339</u>	<u>\$ 45,270</u>	<u>\$ 98,352</u>	<u>\$ 143,622</u>	<u>\$ 734,961</u>

See accompanying notes.

2010 Arizona State Employees Charitable Campaign

Notes to Financial Statements – Cash Basis

Twenty-Nine-Month Period Ended May 31, 2012

1. Organization

The Arizona State Employees Charitable Campaign (SECC) is the campaign organization for the solicitation, receipt and distribution of funds collected from pledges made by State of Arizona employees to qualified health and human care services agencies. State of Arizona Executive Order 92-10 outlines the goals of the campaign and assigns responsibility for the administration of the SECC to the Director of the Arizona Department of Administration. The Director is authorized to appoint two State Coordinators and other personnel to a Statewide SECC Committee to ensure the efficient and effective operation of the SECC. The Arizona Department of Administration selects an organization to receive the SECC contributions from state employees and to distribute the contributions to health and human care services agencies designated by the contributing state employees. Valley of the Sun United Way (VSUW) was the contractor for the 2010 campaign.

The SECC Committee established the budget and the administrative procedures for the SECC. These include admission and eligibility criteria for health and human care services agencies, pledge processing guidelines, and agency disbursement procedures. Agency disbursements include pledge designations less allowance for uncollectible pledges and a proportionate share of SECC expenses. Funds received by the SECC are allocated to the various approved not-for-profit organizations designated by the donors. Each organization is allocated all amounts specifically designated by donors. All contributions not designated to a specific agency by donors are allocated on a formula basis determined by the SECC Committee to the United Way agency servicing the ZIP code in which the donor resides.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements of the SECC are prepared on a basis of cash receipts and disbursements. A campaign period is defined as the period beginning on January 1 of the campaign year and ending with the month in which the final disbursement is made. The 2010 Arizona State Employees Charitable Campaign began on January 1, 2010, and ended on May 31, 2012, the last day of the month in which the final disbursement was made. The accompanying financial statements do not include cash receipts or disbursements for the 2009 or 2011 campaigns that were received or disbursed during the 29-month period ended May 31, 2012.

Arizona State Employees Charitable Campaign

Notes to Financial Statements – Cash Basis (continued)

2. Summary of Significant Accounting Policies

Contributed Services

No amounts have been reflected in the financial statements for contributed services for the 29-month period ended May 31, 2012. The SECC pays for many services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the SECC in specific assistance programs, campaign solicitations, and various committee assignments.

Sponsorship Revenue

Various outside organizations contributed to the SECC by donating funds to the campaign. The funding received from these organizations was used to offset the expenses of the campaign and totaled \$25,897.

Supplementary Information

2010 Arizona State Employees Charitable Campaign

Schedule of Budgeted Versus Actual Administrative Expenses

Twenty-Nine-Month Period Ended May 31, 2012

	<u>Budgeted</u>	<u>Actual</u>
	<i>(unaudited)</i>	
Personnel	\$ 105,000	\$ 65,714
Professional fees and contracted services	27,500	22,048
Supplies	2,300	1,086
Postage and shipping	500	745
Printing and promotional materials	24,450	31,577
Campaign incentives and awards	22,600	12,782
Travel and meetings	7,100	5,189
Miscellaneous expenses	8,000	4,481
Total administrative expenses	<u>\$ 197,450</u>	<u>\$ 143,622</u>

2010 Arizona State Employees Charitable Campaign

Schedule of Allocations and Distributions

Twenty-Nine-Month Period Ended May 31, 2012

Federation Name	Designated	% of Total	Operating Expenses	% Expense	One-Time Payout Apr 18, 2011	1st Monthly Allocation Apr 18, 2011	2nd Monthly Allocation May 23, 2011	3rd Monthly Allocation Jun 16, 2011
100 Club of Arizona	\$ 33,990	4.56 %	\$ 5,370	4.56 %	-	\$ 10,388	\$ 1,947	\$ 1,937
Alice's Place	312	0.04	49	0.04	252	-	-	-
Alliance for Children Everywhere	91	0.01	14	0.01	73	-	-	-
Alpha Pregnancy Counseling Center	104	0.01	16	0.01	84	-	-	-
America's Charities	12,756	1.71	2,015	1.71	-	2,121	902	897
ARC of Arizona Inc. Tucson ARC	52	0.01	8	0.01	42	-	-	-
Arizona Hepatitis C Coalition, Inc.	195	0.03	31	0.03	157	-	-	-
Arizona National Guard Emergency	7,557	1.01	1,194	1.01	-	2,211	442	440
Arizona State Hospital	1,584	0.21	250	0.21	-	199	118	118
Arizona Trail Association	875	0.12	138	0.12	-	110	65	65
Arizona Veteran's Donation Fund	5,090	0.68	804	0.68	-	1,355	311	309
Back To Schools' Clothing Drive	685	0.09	108	0.09	-	109	49	49
Bead Museum, The	351	0.05	55	0.05	283	-	-	-
Beatitudes Campus of Care	358	0.05	57	0.05	298	-	-	-
Boys & Girls Club of Bisbee	1,012	0.14	160	0.14	-	166	72	71
Boys & Girls Club of Santa Cruz	10	0.00	2	0.00	8	-	-	-
Center for Arizona Policy	652	0.09	103	0.09	-	159	41	41
Children's Advocacy Center	104	0.01	16	0.01	84	-	-	-
Children's Fund	65	0.01	10	0.01	52	-	-	-
Cochise College Foundation	26	0.00	4	0.00	23	-	-	-
Cochise Community Foundation	1,014	0.14	160	0.14	-	127	76	75
Community Alliance Against Family Abuse	200	0.03	32	0.03	161	-	-	-
Community Food Bank of So AZ (Formerly Community Food Bank-Tucson)	7,813	1.05	1,234	1.05	-	1,147	567	564
Community Health Charities of Arizona	77,632	10.42	12,265	10.42	-	16,800	5,115	5,087
Duet Partners in Health & Aging	550	0.07	87	0.07	-	88	39	39
Earth Share	8,220	1.10	1,299	1.10	-	1,361	582	579
Employees Helping Employees, Inc. (SECC)	72,068	9.67	11,386	9.67	-	28,241	3,530	3,510
Environmental Fund of Arizona	11,712	1.57	1,850	1.57	-	1,695	853	848
Family First Pregnancy Care Center Inc.	208	0.03	33	0.03	168	-	-	-
Flagstaff Medical Center - Safe Child	10	0.00	2	0.00	9	-	-	-
Global Impact	22,875	3.07	3,614	3.07	-	3,408	1,656	1,647
Happy Tails Service Dogs, Inc.	726	0.10	115	0.10	-	91	54	54
Hope Community Health Center	390	0.05	62	0.05	315	-	-	-
Hospice of the Valley	25,478	3.42	4,025	3.42	-	5,904	1,641	1,632
Humane Society of Central Arizona	16,937	2.27	2,676	2.27	-	2,778	1,201	1,195
Independent Charities of America	97,485	13.08	15,401	13.08	-	18,075	6,715	6,678
Just Kids	209	0.03	33	0.03	181	-	-	-
Kingman Aid to Abused People	52	0.01	8	0.01	42	-	-	-
La Paloma Family Services Inc.	1,442	0.19	228	0.19	-	181	108	107
Leukemia Foundation of Arizona	3,172	0.43	501	0.43	-	1,533	127	127
Lions Camp Tatiyee	643	0.09	102	0.09	-	81	48	48
Lions Vision Center, Inc.	686	0.09	108	0.09	-	86	51	51
Literacy Volunteers of Tucson	200	0.03	32	0.03	161	-	-	-
Mobile Meals of Tucson, Inc.	468	0.06	74	0.06	377	-	-	-

2010 Arizona State Employees Charitable Campaign

Schedule of Allocations and Distributions

Twenty-Nine-Month Period Ended May 31, 2012

Federation Name	4th Monthly Allocation Jul 8, 2011	5th Monthly Allocation Aug 9, 2011	6th Monthly Allocation Sep 9, 2011	7th Monthly Allocation Oct 7, 2011	8th Monthly Allocation Nov 11, 2011	9th Monthly Allocation Dec 11, 2011	10th Monthly Allocation Feb 17, 2012	11th Monthly Allocation May 23, 2012	Distributions to Participating Agencies	Uncollectible Dollars
100 Club of Arizona	1,922	1,907	2,811	1,859	1,847	1,831	355	376	27,180	1,440
Alice's Place	-	-	-	-	-	-	-	-	252	11
Alliance for Children Everywhere	-	-	-	-	-	-	-	-	73	4
Alpha Pregnancy Counseling Center	-	-	-	-	-	-	-	-	84	4
America's Charities	890	884	1,302	861	855	848	368	145	10,073	668
ARC of Arizona Inc. Tucson ARC	-	-	-	-	-	-	-	-	42	2
Arizona Hepatitis C Coalition, Inc.	-	-	-	-	-	-	-	-	157	7
Arizona National Guard Emergency	437	433	639	422	420	416	92	84	6,036	327
Arizona State Hospital	117	116	171	113	112	111	54	18	1,247	87
Arizona Trail Association	64	64	94	62	62	61	30	10	687	50
Arizona Veteran's Donation Fund	307	304	449	297	295	292	80	57	4,056	230
Back To Schools' Clothing Drive	48	48	71	47	46	46	20	8	541	36
Bead Museum, The	-	-	-	-	-	-	-	-	283	13
Beatitudes Campus of Care	-	-	-	-	-	-	-	-	298	3
Boys & Girls Club of Bisbee	71	70	104	69	68	68	29	11	799	53
Boys & Girls Club of Santa Cruz	-	-	-	-	-	-	-	-	8	-
Center for Arizona Policy	41	40	59	39	39	39	12	7	517	32
Children's Advocacy Center	-	-	-	-	-	-	-	-	84	4
Children's Fund	-	-	-	-	-	-	-	-	52	3
Cochise College Foundation	-	-	-	-	-	-	-	-	23	(1)
Cochise Community Foundation	75	74	109	72	72	71	35	12	798	56
Community Alliance Against Family Abuse	-	-	-	-	-	-	-	-	161	7
Community Food Bank of So AZ (Formerly Community Food Bank-Tucson)	560	555	819	542	538	533	245	89	6,159	420
Community Health Charities of Arizona	5,048	5,010	7,384	4,883	4,851	4,811	1,724	873	61,586	3,781
Duet Partners in Health & Aging	39	38	57	37	37	37	16	6	433	30
Earth Share	574	570	840	556	552	547	238	93	6,492	429
Employees Helping Employees, Inc. (SECC)	3,483	3,457	5,095	3,370	3,347	3,319	-	718	58,070	2,612
Environmental Fund of Arizona	841	835	1,231	814	809	802	371	133	9,232	630
Family First Pregnancy Care Center Inc.	-	-	-	-	-	-	-	-	168	7
Flagstaff Medical Center - Safe Child	-	-	-	-	-	-	-	-	9	(1)
Global Impact	1,634	1,622	2,390	1,581	1,570	1,557	712	260	18,037	1,224
Happy Tails Service Dogs, Inc.	53	53	78	52	51	51	25	8	570	41
Hope Community Health Center	-	-	-	-	-	-	-	-	315	13
Hospice of the Valley	1,619	1,607	2,369	1,567	1,556	1,543	514	286	20,238	1,215
Humane Society of Central Arizona	1,186	1,177	1,734	1,147	1,140	1,130	493	192	13,373	888
Independent Charities of America	6,626	6,576	9,692	6,410	6,367	6,315	2,564	1,102	77,120	4,964
Just Kids	-	-	-	-	-	-	-	-	181	(5)
Kingman Aid to Abused People	-	-	-	-	-	-	-	-	42	2
La Paloma Family Services Inc.	106	105	155	103	102	101	49	16	1,133	81
Leukemia Foundation of Arizona	126	125	184	122	121	120	-	-	2,585	86
Lions Camp Tatiyee	47	47	69	46	45	45	22	7	505	36
Lions Vision Center, Inc.	51	50	74	49	49	48	23	8	540	38
Literacy Volunteers of Tucson	-	-	-	-	-	-	-	-	161	7
Mobile Meals of Tucson, Inc.	-	-	-	-	-	-	-	-	377	17

2010 Arizona State Employees Charitable Campaign

Schedule of Allocations and Distributions

Twenty-Nine-Month Period Ended May 31, 2012

Federation Name	Designated	% of Total	Operating Expenses	% Expense	One-Time Payout Apr 18 2011	1st Monthly Allocation Apr 18, 2011	2nd Monthly Allocation May 23, 2011	3rd Monthly Allocation Jun 16, 2011
Native American Connections, Inc.	1,208	0.16	191	0.16	-	152	90	90
Neighbor to Nation (Share America)	23,743	3.19	3,751	3.19	-	3,562	1,716	1,707
Phoenix Children's Hospital Foundation	10,473	1.41	1,655	1.41	-	1,872	728	724
Phoenix Christian Counseling Associates	26	0.00	4	0.00	21	-	-	-
Phoenix Guide Dogs Raisers, Inc.	2,977	0.40	470	0.40	-	1,151	147	147
Planned Parenthood Arizona, Inc.	6,295	0.84	994	0.84	-	883	461	458
Primavera Foundation	1,127	0.15	178	0.15	-	354	64	63
Raising Special Kids, Inc.	2,575	0.35	407	0.35	-	491	176	175
River Cities United Way	182	0.02	29	0.02	147	-	-	-
Ronald McDonald House Charities of Phx	1,862	0.25	294	0.25	-	257	137	136
Safehouse of Bullhead City	52	0.01	8	0.01	42	-	-	-
Southeast Arizona Food Bank Warehouse	154	0.02	24	0.02	124	-	-	-
Southeastern Guide Dogs	875	0.12	138	0.12	-	125	64	64
Southern Arizona AIDS Foundation	1,508	0.20	238	0.20	-	189	113	112
Special Olympics Arizona	7,458	1.00	1,178	1.00	-	1,250	526	524
Sun City Area Interfaith Service, Inc	78	0.01	12	0.01	63	-	-	-
Teen Challenge of Arizona, Inc.	6,114	0.82	966	0.82	-	988	435	433
Carter Center, The	572	0.08	90	0.08	-	112	39	39
New Foundation, The	130	0.02	21	0.02	105	-	-	-
Whispering Hope Ranch Foundation, The	1,606	0.22	254	0.22	-	219	118	118
Triple R Behavioral Health, Inc.	295	0.04	47	0.04	238	-	-	-
United Way of Mesa	15,482	2.08	2,446	2.08	-	4,617	898	893
United Way of Northern Arizona	7,598	1.02	1,200	1.02	-	1,047	558	555
United Way of Pinal County, Inc.	754	0.10	119	0.10	-	95	56	56
United Way of Sierra Vista and Cochise	572	0.08	90	0.08	-	72	43	42
United Way of Tucson & Southern Arizona	21,998	2.95	3,475	2.95	-	4,236	1,500	1,492
United Way of Yavapai County	5,034	0.68	795	0.68	-	814	358	356
United Way of Yuma County	2,667	0.36	421	0.36	-	374	195	194
Valley of the Sun United Way	204,072	27.37	32,243	27.37	-	40,314	13,819	13,740
Youth on Their Own	1,622	0.22	256	0.22	-	292	113	112
\$ 745,168	100.00 %	\$ 117,725	100.00 %	\$ 3,510	\$ 161,880	\$ 48,664	\$ 48,398	

2010 Arizona State Employees Charitable Campaign

Schedule of Allocations and Distributions

Twenty-Nine-Month Period Ended May 31, 2012

Federation Name	4th Monthly	5th Monthly	6th Monthly	7th Monthly	8th Monthly	9th Monthly	10th Monthly	11th Monthly	Distributions	
	Allocation Jul 8, 2011	Allocation Aug 9, 2011	Allocation Sep 9, 2011	Allocation Oct 7, 2011	Allocation Nov 11, 2011	Allocation Dec 11, 2011	Allocation Feb 17, 2012	Allocation May 23, 2012	Participating Agencies	Uncollectible Dollars
Native American Connections, Inc.	89	88	130	86	86	85	41	14	951	-
Neighbor to Nation (Share America)	1,694	1,681	2,477	1,639	1,628	1,614	735	270	18,723	1,269
Phoenix Children's Hospital Foundation	718	713	1,051	695	691	685	285	119	8,281	537
Phoenix Christian Counseling Associates	-	-	-	-	-	-	-	-	21	1
Phoenix Guide Dogs Raisers, Inc.	145	144	213	141	140	138	-	32	2,398	109
Planned Parenthood Arizona, Inc.	455	451	665	440	437	434	203	72	4,959	342
Primavera Foundation	63	62	92	61	60	60	10	12	901	48
Raising Special Kids, Inc.	174	172	254	168	167	166	66	29	2,038	130
River Cities United Way	-	-	-	-	-	-	-	-	147	6
Ronald McDonald House Charities of Phx	135	135	197	131	130	129	61	21	1,469	99
Safehouse of Bullhead City	-	-	-	-	-	-	-	-	42	2
Southeast Arizona Food Bank Warehouse	-	-	-	-	-	-	-	-	124	6
Southeastern Guide Dogs	63	63	92	61	61	60	28	10	691	46
Southern Arizona AIDS Foundation	111	110	162	107	107	106	52	17	1,186	84
Special Olympics Arizona	519	516	760	503	499	495	214	85	5,891	389
Sun City Area Interfaith Service, Inc	-	-	-	-	-	-	-	-	63	3
Teen Challenge of Arizona, Inc.	429	426	628	415	413	409	180	69	4,825	323
Carter Center, The	38	38	56	37	37	37	14	6	453	29
New Foundation, The	-	-	-	-	-	-	-	-	105	4
Whispering Hope Ranch Foundation, The	117	116	171	113	112	111	53	18	1,266	86
Triple R Behavioral Health, Inc.	-	-	-	-	-	-	-	-	238	10
United Way of Mesa	886	880	1,296	857	852	845	177	172	12,373	663
United Way of Northern Arizona	551	547	806	533	529	525	248	87	5,986	412
United Way of Pinal County, Inc.	55	55	81	54	53	53	26	9	593	42
United Way of Sierra Vista and Cochise	42	42	62	41	40	40	20	7	451	31
United Way of Tucson & Southern Arizona	1,480	1,469	2,165	1,432	1,423	1,411	558	248	17,414	1,109
United Way of Yavapai County	353	351	517	342	340	337	148	57	3,973	266
United Way of Yuma County	193	191	282	187	185	184	86	30	2,101	145
Valley of the Sun United Way	13,635	13,533	19,946	13,189	13,100	12,996	5,041	2,304	161,617	10,212
Youth on Their Own	111	110	162	107	107	106	44	18	1,282	84
\$ 48,021	\$ 47,660	\$ 70,245	\$ 46,459	\$ 46,148	\$ 45,768	\$ 16,361	\$ 8,225	\$ 591,339	\$ 36,104	

