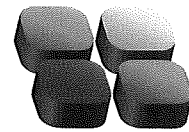


**COMMUNITY HEALTH CHARITIES
OF FLORIDA, INC.
TALLAHASSEE, FLORIDA**

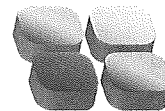
**FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009**



Law, Redd, Crona & Munroe, P.A.

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Law, Redd, Crona & Munroe, P.A.
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT

January 14, 2011

Board of Directors
Community Health Charities of Florida, Inc.
Tallahassee, Florida

We have audited the accompanying statements of financial position of Community Health Charities of Florida, Inc. as of June 30, 2010 and 2009, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of Community Health Charities of Florida, Inc.'s management. Our responsibility is to express an opinion on these 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 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, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 Community Health Charities of Florida, Inc. as of June 30, 2010 and 2009, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Our audits were performed for the purpose of forming an opinion on the basic financial statements of Community Health Charities of Florida, Inc. taken as a whole. The accompanying schedule of net distributions (cash basis) to member agencies is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects, in relation to the basic financial statements taken as a whole.

Law, Redd, Crona & Munroe P.A.
LAW, REDD, CRONA & MUNROE, P.A.

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2010 AND 2009

	ASSETS	
	<u>2010</u>	<u>2009</u>
Current Assets		
Cash and Cash Equivalents	\$ 1,257,356	\$ 628,025
Investments	0	876,791
Accrued Interest Receivable	2,608	7,507
Pledges Receivable, Net	2,061,327	1,497,459
Other Current Assets	11,199	275
Prepaid Expenses	1,909	2,388
Total Current Assets	<u>3,334,399</u>	<u>3,012,445</u>
 Property and Equipment, Net	 <u>1,140</u>	 <u>0</u>
Other Assets		
Deposits	0	1,576
Total Other Assets	<u>0</u>	<u>1,576</u>
 TOTAL ASSETS	 <u><u>\$ 3,335,539</u></u>	 <u><u>\$ 3,014,021</u></u>
 LIABILITIES AND NET ASSETS		
Current Liabilities		
Accounts Payable and Accrued Expenses	\$ 116,048	\$ 10,324
Accrued Payroll Liabilities	13,852	12,188
Accrued Leave	20,762	17,414
Deferred Revenue	9,844	0
Campaign Distributions Payable	2,301,416	2,167,428
Total Current Liabilities	<u>2,461,922</u>	<u>2,207,354</u>
 Net Assets		
Unrestricted	873,617	806,667
Total Net Assets	<u>873,617</u>	<u>806,667</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u><u>\$ 3,335,539</u></u>	 <u><u>\$ 3,014,021</u></u>

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

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
STATEMENTS OF ACTIVITIES
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Public Support and Other Revenue		
Pledged Contributions:		
FSECC Campaign Pledges	\$ 469,947	\$ 455,375
Local Public Campaign Pledges	404,127	334,133
Local Private Campaign Pledges	202,390	233,476
CFC National Campaign Pledges	1,145,913	751,964
CFC Local Campaign Pledges	381,042	278,510
National Private Campaign Pledges	289,188	249,868
Total Campaign Pledges	<u>2,892,607</u>	<u>2,303,326</u>
Less Designated Campaign Pledges	<u>(2,744,499)</u>	<u>(2,180,020)</u>
Total Undesignated Campaign Pledges	148,108	123,306
Administrative Fees	499,637	471,118
Grant Revenue	1,200	500
Investment Income	<u>5,625</u>	<u>57,198</u>
Total Public Support and Other Revenue	<u>654,570</u>	<u>652,122</u>
Undesignated Distributions and Expenses		
Distributions of Undesignated Campaign Contributions	148,108	123,306
Program Activities:		
Program Services	11,106	2,019
Member Services	140,758	203,940
Advocacy	<u>3,233</u>	<u>46,272</u>
Total Distributions of Undesignated Campaign Contributions and Program Activities	<u>303,205</u>	<u>375,537</u>
Supporting Services:		
Fundraising Campaigns	177,274	200,362
Lobbying	5,047	1,774
Management and General	<u>102,094</u>	<u>51,146</u>
Total Supporting Services	<u>284,415</u>	<u>253,282</u>
Total Undesignated Distributions and Expenses	<u>587,620</u>	<u>628,819</u>
Change in Net Assets	66,950	23,303
Net Assets - Beginning of Year	<u>806,667</u>	<u>783,364</u>
Net Assets - End of Year	<u>\$ 873,617</u>	<u>\$ 806,667</u>

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

2009

	Program Activities			Supporting Services			Total
	Program Services	Member Services	Advocacy	Fundraising Campaigns	Lobbying	Management and General	
Salaries and Benefits	\$ 1,551	\$ 64,025	\$ 15,440	\$ 103,841	\$ 1,362	\$ 30,981	\$ 217,200
Contract Services	0	0	0	41,992	0	0	41,992
Professional Fees	87	63,231	23,700	8,083	77	5,286	100,464
Affiliate Dues	0	46,071	0	0	0	0	46,071
Office Supplies, Printing and Postage	70	6,869	2,404	17,086	60	4,177	30,666
Communications	51	3,025	73	3,251	45	699	7,144
Rent	134	7,967	193	7,633	118	1,850	17,895
Insurance	3	377	132	351	3	234	1,100
Seminars and Trainings	0	0	0	75	0	0	75
Travel and Meetings	115	11,434	4,001	16,820	101	6,955	39,426
Marketing	3	364	127	559	3	223	1,279
Miscellaneous	5	577	202	671	5	741	2,201
Totals	\$ 2,019	\$ 203,940	\$ 46,272	\$ 200,362	\$ 1,774	\$ 51,146	\$ 505,513

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

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
Cash Flows from Operating Activities		
Change in Net Assets	\$ 66,950	\$ 23,303
Adjustments to Reconcile Change in Net Assets to Net Cash		
Used in (Provided by) Operating Activities:		
Change in Investments Reported at Fair Value	0	(28,797)
(Increase) Decrease in Operating Assets:		
Accrued Interest Receivable	4,899	(7,507)
Pledges Receivable	(563,868)	230,871
Prepaid Expenses	479	8,771
Other Current Assets	(10,924)	(275)
Deposits	1,576	127
Increase (Decrease) in Operating Liabilities:		
Accounts Payable and Accrued Expenses	105,724	(4,409)
Accrued Payroll Liabilities	1,664	2,147
Accrued Leave	3,348	1,292
Deferred Revenue	9,844	0
Campaign Distributions Payable	133,988	(69,595)
Net Cash (Used in) Provided by Operating Activities	(246,320)	155,928
Cash Flows from Investing Activities		
Purchase of Equipment	(1,140)	0
Purchase of Investments	(771,242)	(3,065,270)
Sales or Maturities of Investments	1,648,033	3,364,691
Net Cash Provided by Investing Activities	875,651	299,421
Net Change in Cash and Cash Equivalents	629,331	455,349
Cash and Cash Equivalents - Beginning of Year	628,025	172,676
Cash and Cash Equivalents - End of Year	\$ 1,257,356	\$ 628,025

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

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Nature of Activities: Community Health Charities of Florida, Inc. (CHC-FL) is a nonprofit Florida corporation, classified as a health federation whose purpose, as outlined in CHC-FL's by-laws, consists of the following: conducting annual coordinated workplace fundraising campaigns to benefit CHC-FL's member agencies; educating the general public on health related matters; promoting the programs and services of its member agencies; providing a vehicle to advocate for better standards of health care; and providing health information and referral services to the general public. CHC-FL is an affiliate of the Community Health Charities national federation and participates in national as well as state and local fundraising campaigns. Member agencies include nonprofit charitable organizations engaged in providing community and patient services, medical research, and professional and public education. CHC-FL charges member agencies an administrative fee for administering campaign activities, which is approved in advance by the board of directors, a majority of whom are representatives of the member agencies.

The scope of activities described above is presented on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the services benefited. A summary of the significant accounting policies and reporting practices followed by CHC-FL are summarized below:

Basis of Accounting: CHC-FL's financial statements have been prepared on the accrual basis of accounting.

Financial Statement Presentation: The collection and distribution of designated pledges earmarked by donors for a specific member agency is considered a fiscal agent activity. As such, these fiscal agent activities are accounted for in the statements of financial position as both assets and offsetting liabilities.

Cash Equivalents: CHC-FL considers all highly liquid investments available for current use, such as money market funds, purchased with an original maturity of three months or less, to be cash equivalents.

Property and Equipment: All acquisitions of property and equipment in excess of \$500 and having a useful life of more than one year are capitalized. Property and equipment are carried at cost if purchased, and at fair value, if donated. Depreciation is provided using the straight-line method over the estimated useful lives of the related assets, ranging from three to five years.

Expenditures for maintenance and repairs are expensed as incurred. The cost and related accumulated depreciation of property and equipment are removed from the accounts upon retirement or other disposition; any resulting profit or loss is reflected in operations.

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Accrued Leave: CHC-FL compensates its employees for unused vacation leave, up to a maximum of one and one-half their annual benefit, upon termination of employment. The amount of change in accrued leave for all employees from one year to the next is reported as an expense during the current year.

Revenue Recognition: Unconditional promises to give contributions are recorded when received or pledged. Contributions are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized.

Other revenue is recognized when earned.

Distributions of Designated and Undesignated Pledges: Distributions of pledged campaign funds received are made in accordance with donor designations in that each member organization receives its proportionate share of receipts based on the gross designation pledge reports provided by the administrator of each individual campaign. CHC-FL's board of directors has mandated that undesignated funds received will be distributed equally, or through a board approved alternative formula, to all member agencies participating in the campaign in which the undesignated funds were pledged, unless the campaign employer has dictated how the undesignated funds will be distributed for their campaign.

Distributions are made on a quarterly basis, using the initial gross designation pledge report from each campaign as the basis for the proportionate distribution.

Marketing: CHC-FL incurs marketing and public affairs costs to promote their fundraising campaigns. These costs are expensed as incurred and for the years ended June 30, 2010 and 2009, totaled \$1,997 and \$1,170, respectively.

Income Taxes: CHC-FL is a nonprofit organization as defined by Section 501(c)(3) of the *Internal Revenue Code* and has not been classified as a private foundation under Section 509(a).

On July 1, 2009, the Organization adopted Accounting Standards Update (ASU) No. 2009-06, an amendment to the Income Taxes Topic of the FASB Accounting Standards Codification, "Implementation Guidance on Accounting for Uncertainty in Income Taxes and Disclosure Amendments for Nonpublic Entities" (Note 9). The adoption of ASU No. 2009-06 had no effect on net assets. If applicable, the Organization recognizes interest and penalties related to unrecognized tax benefits in operating expenses.

**COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Reclassification: Certain June 30, 2009 amounts have been reclassified to conform to the June 30, 2010 presentation.

NOTE 2 – CASH AND CASH EQUIVALENTS

CHC-FL maintains a checking and savings account at a Florida commercial bank and money market funds with a licensed securities broker. Balances are insured by the FDIC or SIPC, respectively, up to \$250,000 per institution. CHC-FL believes credit risk related to these balances that exceed the insured amounts is minimal.

NOTE 3 – INVESTMENTS

At June 30, 2010 and 2009, investment income consisted of the following:

	<u>2010</u>	<u>2009</u>
Interest Income	\$ 5,625	\$ 28,401
Change in Investments Reported at Fair Value	<u>0</u>	<u>28,797</u>
	<u>\$ 5,625</u>	<u>\$ 57,198</u>

NOTE 4 – PLEDGES RECEIVABLE

CHC-FL records pledges receivable and related allowances for those pledges estimated to be uncollectible, in the year that the pledges are communicated to CHC-FL. Pledges receivable at June 30, 2010 and 2009 are reported net of an allowance for uncollectible amounts of \$86,707 and \$165,736, respectively. The allowance for uncollectible pledges is estimated based on historical experience of similar campaigns. Uncollectible pledges are written off against the allowance at the end of the campaign year.

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009

NOTE 5 – PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Furniture and Equipment	\$ 14,305	\$ 13,165
Less: Accumulated Depreciation	<u>(13,165)</u>	<u>(13,165)</u>
Total Property and Equipment – Net	<u><u>\$ 1,140</u></u>	<u><u>\$ 0</u></u>

NOTE 6 – PENSION PLAN

CHC-FL provides a defined contribution pension plan covering all employees with at least three years of service. Contributions are made based on a percentage of the employee’s wages. Pension expense for the years ended June 30, 2010 and 2009 was \$11,120 and \$10,954, respectively.

NOTE 7 – COMMITMENTS

Operating Leases

As of June 30, 2010, CHC-FL has entered into various noncancelable operating lease agreements for the rental of office facilities and office equipment. Minimum rentals on an annual basis are as follows:

<u>June 30</u>	
2011	\$12,955
2012	<u>8,280</u>
	<u><u>\$21,235</u></u>

Administrative Fees

The National Community Health Charities organization has mandated a maximum allowable administrative fee for their affiliates on its National Combined Federal Campaign at 16% for fiscal years ended June 30, 2010 and 2009. Additionally, for fiscal years ended June 30, 2010 and 2009, various other campaigns had administrative fees capped at ranges between 16% and 25%.

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2010 AND 2009

NOTE 8 – CONCENTRATIONS

CHC-FL operates with a small staff and employs an executive director who oversees operations and campaign activities. Her unique knowledge of and her primary role in the organization's activities creates a concentration of labor resources fundamental to the operation of the organization. To ensure that the loss of this individual will not disrupt operations and negatively impact the financial position of the organization, the Board and staff have implemented specific policies and procedures to document operational procedures and campaign activities. In the past year, Board members have taken a more active role in understanding the dynamics of the organization and participating in all facets of its operations.

NOTE 9 – INCOME TAXES

As described in Note 1, the Organization adopted Accounting Standards Update (ASU) No. 2009-06, an amendment to the Income Taxes Topic of the FASB Accounting Standards Codification, "Implementation Guidance on Accounting for Uncertainty in Income Taxes and Disclosure Amendments for Nonpublic Entities" on July 1, 2009. The adoption of ASU No. 2009-06 had no effect on net assets. The Organization operates exclusively in the state of Florida and is subject to federal and Florida jurisdiction with respect to its tax filings. All required federal and Florida income tax returns have been filed. The fiscal years 2007, 2008, and 2009, respectively remain subject to examination by the applicable taxing authorities.

The Organization has no tax positions for which it is reasonably possible that unrecognized tax benefits will significantly increase or decrease within the twelve months after June 30, 2010. For the year ended June 30, 2010, there were no interest and penalties related to unrecognized tax benefits.

NOTE 10 – EVALUATION OF SUBSEQUENT EVENTS

The Corporation has evaluated subsequent events through January 14, 2011, the date which the financial statements were available to be issued.

ADDITIONAL INFORMATION

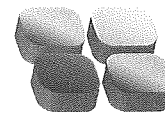
FL SIDS Alliance	14,573
Florida Hospices & Palliative Care	38,690
Harvest Hope Food Bank	311
Hemophilia Foundation of Greater FL	10,543
Huntington's Disease Society of America	7,912
Juvenile Diabetes Research	8,092
Juvenile Diabetes Research - National	61,832
LaAmistad Foundation	2,533
Leukemia & Lymphoma Society - Alabama	3,615
Leukemia & Lymphoma Society - Central	66,852
Leukemia & Lymphoma Society - North FL	9,775
Leukemia & Lymphoma Society - Palm Beach	696
Leukemia & Lymphoma Society - Southern	2,500
Leukemia & Lymphoma Society - Suncoast	3,331
Lupus Foundation - Greater FL	26,977
Lupus Foundation - Southeast Florida	2,489
Lupus Foundation of America	19,722
March of Dimes	60,206
Muscular Dystrophy - North	29,515
Muscular Dystrophy Association	14,198
Myasthenia Gravis Foundation of America	2,673
NAMI Florida	14,601
National Alliance for Mentally Ill	3,205
National Council on Alcohol/Drug Dep	975
National Headache Foundation	522
National Kidney Foundation	28,976
National Mental Health Association	2,727
National MS Society	3
National Multiple Sclerosis Soc - Mid FL	28,004
National Multiple Sclerosis Soc - North	33,132
National Multiple Sclerosis Soc - South	5,295
National Parkinson Foundation	20,915
National Spinal Cord Injury Association	3,195
National Stroke Association	6,034
Neurofibromatosis, Inc	59
Nielsen Organ Transplant Foundation	5,965
Orlando Homeless Shelter	28
Ovarian Cancer Research Fund	109
Parkinson's Disease Foundation	6,174
Planned Parenthood of Mid MI Alliance	31
Poison Control	111
Prevent Blindness Florida	7,239
Research to Prevent Blindness	6,969
Sarcodoses Foundation	111
Scleroderma Foundation	335
Senior Resource Center	1,034
Shriner's Hospitals for Children	8,917
Sickle Cell Disease Association of America	13,614
Sickle Cell Disease Association of Florida	50,307
Spina Bifida Association of America	4,883
Spina Bifida Association of Jacksonville	1,949
St Vincent Catholic Charities, Inc	31
St. Jude Children's Research Hospital	345,176

See independent auditor's report.

COMMUNITY HEALTH CHARITIES OF FLORIDA, INC.
SCHEDULE OF NET DISTRIBUTIONS (CASH BASIS) TO MEMBER AGENCIES (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

Susan G Komen Foundation - National	4,739
Susan G Komen Foundation - Orlando	1,626
Susan G Komen Foundation- Jacksonville	4,528
Tourette Syndrome Association	4,710
Trinity Rescue Mission	21
United Cerebral Palsy Association	2,311
United Way of Greater Houston	245
United Way of the Bluegrass	467
United Way of the Midlands	2,486
Universalist Church of Jacksonville	15
Vision is Priceless Council	<u>3,268</u>
 Total Net Distributions - Cash Basis	 <u>\$ 2,200,506</u>

See independent auditor's report.



Law, Redd, Crona & Munroe, P.A.
Certified Public Accountants

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE

January 14, 2011

Board of Directors
Community Health Charities of Florida, Inc.
Tallahassee, Florida

We have examined Community Health Charities of Florida, Inc.'s compliance with requirements to distribute CFC campaign receipts in accordance with CFC regulations and employee designations as summarized in CFC campaign reports provided by campaign administrators during the year ended June 30, 2010. Management is responsible for Community Health Charities of Florida, Inc.'s compliance with those requirements. Our responsibility is to express an opinion on Community Health Charities of Florida, Inc.'s compliance based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence about Community Health Charities of Florida, Inc.'s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion. Our examination does not provide a legal determination on Community Health Charities of Florida, Inc.'s compliance with specified requirements.

In our opinion, Community Health Charities of Florida, Inc. complied, in all material respects, with the aforementioned requirements for the year ended June 30, 2010.

Law Redd Crona & Munroe P.A.
LAW, REDD, CRONA & MUNROE, P.A.