

# **One Hope United**

Consolidated Financial Report  
June 30, 2010

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**Independent Auditor's Report on the  
Consolidated Financial Statements**

To the Board of Directors  
One Hope United  
Lake Villa, Illinois

We have audited the accompanying consolidated statements of financial position of One Hope United (formerly Kids Hope United) (the "Organization") as of June 30, 2010 and 2009 and the related consolidated statements of activities, functional expenses and 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 audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of 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. 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 Organization'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 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 audits provide a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of One Hope United as of June 30, 2010 and 2009, and the changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our reports dated January 10, 2011, and November 24, 2009, on our consideration of One Hope United's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*McGladrey & Pullen, LLP*

Chicago, Illinois  
January 10, 2011

**One Hope United**

**Consolidated Statements of Financial Position  
June 30, 2010 and 2009**

	2010	2009
<b>Assets</b>		
Current Assets		
Cash	\$ 475,084	\$ 1,380,575
Accounts receivable, less allowance for doubtful accounts 2010 \$96,079; 2009 \$28,726	6,176,794	4,658,302
Notes receivable	-	47,500
Other current assets	1,440,543	1,476,341
<b>Total current assets</b>	<b>8,092,421</b>	<b>7,562,718</b>
Fixed Assets		
Land and buildings	8,812,504	8,808,613
Farmland and improvements	338,276	338,276
Building improvements	2,886,617	2,546,127
Furniture and equipment	4,552,616	4,297,829
Vehicles	360,635	360,635
Leasehold improvements	234,177	234,177
Construction in progress	2,267	-
	<b>17,187,092</b>	<b>16,585,657</b>
Less accumulated depreciation	<b>10,119,777</b>	<b>9,285,948</b>
<b>Total fixed assets</b>	<b>7,067,315</b>	<b>7,299,709</b>
Long-Term Assets		
Note receivable	-	50,000
Investments	6,578,438	5,700,259
Investments held for deferred compensation	379,259	367,300
<b>Total long-term assets</b>	<b>6,957,697</b>	<b>6,117,559</b>
	<b>\$ 22,117,433</b>	<b>\$ 20,979,986</b>
<b>Liabilities and Net Assets</b>		
Current Liabilities		
Line of credit	\$ 980,000	\$ -
Accounts payable	1,702,787	1,621,251
Accrued expenses	3,834,200	4,453,175
Deferred revenue	634,252	559,688
Mortgage loans and notes payable	185,168	409,123
<b>Total current liabilities</b>	<b>7,336,407</b>	<b>7,043,237</b>
Long-Term Liabilities		
Accrued expenses	379,259	367,300
Mortgage loans and notes payable	2,259,491	2,199,161
<b>Total liabilities</b>	<b>9,975,157</b>	<b>9,609,698</b>
Net Assets		
Unrestricted	11,946,442	11,161,616
Temporarily restricted	195,834	208,672
<b>Total net assets</b>	<b>12,142,276</b>	<b>11,370,288</b>
	<b>\$ 22,117,433</b>	<b>\$ 20,979,986</b>

See Notes to Consolidated Financial Statements.

## One Hope United

### Consolidated Statements of Activities Years Ended June 30, 2010 and 2009

	2010	2009
Changes in unrestricted net assets:		
Public support and revenue:		
Dept. of Children and Family Services - Illinois	\$ 18,516,442	\$ 18,466,566
Dept. of Human Services - Illinois	5,532,393	5,229,887
Other government funding	5,859,851	6,483,344
Program service fees	6,444,091	2,451,750
Contributions and bequests	957,578	897,811
In-kind contributions	309,916	296,481
Investment income	704,653	(1,234,095)
United Way Agencies	349,762	362,690
Florida Case Management Services:		
Our Kids	8,545,000	9,981,310
Family Services of Metropolitan Orlando	3,840,388	3,720,752
Heartland	2,990,886	3,021,894
Florida case management services - other	533,910	742,427
Ounce of Prevention	1,025,069	936,434
Rental income	261,582	226,038
Farm income	63,938	104,248
Miscellaneous	649,850	524,336
Net assets released from restrictions	42,119	747,790
<b>Total public support and revenue</b>	<b>56,627,428</b>	<b>52,959,663</b>
Expenses:		
Program	50,944,785	47,507,422
General fund raising	659,815	741,453
Management and general	3,991,623	4,436,285
Other services	246,379	247,038
<b>Total expenses</b>	<b>55,842,602</b>	<b>52,932,198</b>
<b>Change in unrestricted net assets</b>	<b>784,826</b>	<b>27,465</b>
Changes in temporarily restricted net assets:		
Contributions	29,281	150,264
Net assets released from restrictions	(42,119)	(747,790)
<b>Change in temporarily restricted net assets</b>	<b>(12,838)</b>	<b>(597,526)</b>
<b>Change in net assets</b>	<b>771,988</b>	<b>(570,061)</b>
Net assets:		
Beginning	11,370,288	11,940,349
Ending	<b>\$ 12,142,276</b>	<b>\$ 11,370,288</b>

See Notes to Consolidated Financial Statements.

One Hope United

Consolidated Statement of Functional Expenses  
Year Ended June 30, 2010

	Program Services						Total Program
	Day Care	Foster Care	Homemaker	Family Preservation	Counseling	Consulting	
Expenses:							
Salaries	\$ 7,214,295	\$ 14,296,430	\$ 410,981	\$ 383,090	\$ 6,143,012	\$ -	\$ 28,447,808
Salary-related expenses	1,553,891	3,177,462	49,444	64,661	1,220,047	-	6,065,505
<b>Total salaries and related expenses</b>	<b>8,768,186</b>	<b>17,473,892</b>	<b>460,425</b>	<b>447,751</b>	<b>7,363,059</b>	<b>-</b>	<b>34,513,313</b>
Professional liability insurance	50,777	186,912	3,183	4,328	60,194	-	305,394
Bad debt expense	43,088	112,494	3,745	5,047	38,527	-	202,901
Prof fees and contract services	155,967	863,570	17,009	235,387	397,056	-	1,668,989
Legal fees	44,365	121,421	16,440	4,170	34,578	900	221,874
Audit fees	-	-	-	-	-	800	800
Interest expense	59,367	81,697	280	377	11,246	-	152,967
Supplies	922,699	344,633	4,460	4,819	113,047	78	1,389,736
Telephone and telegraph	88,525	212,742	1,875	13,736	147,862	-	464,740
Postage and shipping	8,976	45,566	498	868	18,270	29	74,207
Rent	622,778	1,254,050	6,789	17,423	461,998	-	2,363,038
Other occupancy expenses	459,807	348,825	6,966	9,510	201,486	-	1,026,594
Local transportation	59,927	1,173,184	110,966	53,561	463,786	-	1,861,424
Conferences, meetings and seminars	30,114	38,751	529	7,501	38,152	-	115,047
Specific assistance to individuals	112,860	4,323,128	887	12,545	318,252	-	4,767,672
Membership dues	21,735	46,067	1,357	1,903	17,364	-	88,426
Equipment purchases	25,138	37,192	287	6,591	51,276	170	120,654
Equipment rentals	55,254	195,663	3,063	3,133	73,566	-	330,679
In-kind contributions	50,652	143,748	205	3,283	109,102	-	306,990
Printing expense	20,538	28,238	881	2,666	18,842	-	71,165
Miscellaneous expenses	48,061	91,554	2,811	3,681	52,498	-	198,605
<b>Total expenses before depreciation</b>	<b>11,648,814</b>	<b>27,123,327</b>	<b>642,656</b>	<b>838,280</b>	<b>9,990,161</b>	<b>1,977</b>	<b>50,245,215</b>
Depreciation	260,768	328,505	688	775	108,834	-	699,570
<b>Total expenses</b>	<b>\$ 11,909,582</b>	<b>\$ 27,451,832</b>	<b>\$ 643,344</b>	<b>\$ 839,055</b>	<b>\$ 10,098,995</b>	<b>\$ 1,977</b>	<b>\$ 50,944,785</b>

(Continued)

**One Hope United**

**Consolidated Statement of Functional Expenses (Continued)  
Year Ended June 30, 2010**

	General Fund Raising	Management and General	Other Services	Totals
Expenses:				
Salaries	\$ 338,436	\$ 2,361,184	\$ 9,379	\$ 31,156,807
Salary-related expenses	52,949	379,055	7,916	6,505,425
<b>Total salaries and related expenses</b>	391,385	2,740,239	17,295	37,662,232
Professional liability insurance	430	321	541	306,686
Bad debt expense	-	-	302	203,203
Prof fees and contract services	74,804	226,534	106,696	2,077,023
Legal fees	-	67,447	9,317	298,638
Audit fees	-	125,892	-	126,692
Interest expense	-	11,459	30	164,456
Supplies	5,663	17,160	2,138	1,414,697
Telephone and telegraph	4,853	96,541	1,826	567,960
Postage and shipping	3,604	13,973	836	92,620
Rent	19,674	216,102	26,514	2,625,328
Other occupancy expenses	20,092	32,675	11,074	1,090,435
Local transportation	14,767	180,945	1,135	2,058,271
Conferences, meetings and seminars	1,290	19,494	48,076	183,907
Specific assistance to individuals	-	-	3,932	4,771,604
Membership dues	1,323	12,235	247	102,231
Equipment purchases	856	30,827	9	152,346
Equipment rentals	3,418	41,188	1,930	377,215
In-kind contributions	-	-	2,926	309,916
Printing expense	24,900	3,375	3,832	103,272
Miscellaneous expenses	85,073	30,063	5,355	319,096
<b>Total expenses before depreciation</b>	652,132	3,866,470	244,011	55,007,828
Depreciation	7,683	125,153	2,368	834,774
<b>Total expenses</b>	<u>\$ 659,815</u>	<u>\$ 3,991,623</u>	<u>\$ 246,379</u>	<u>\$ 55,842,602</u>

See Notes to Consolidated Financial Statements.

**One Hope United**

**Consolidated Statement of Functional Expenses  
Year Ended June 30, 2009**

	Program Services						Total Program
	Day Care	Foster Care	Homemaker	Family Preservation	Counseling	Consulting	
<b>Expenses:</b>							
Salaries	\$ 4,417,714	\$ 14,622,685	\$ 407,075	\$ 264,172	\$ 6,334,490	\$ -	\$ 26,046,136
Salary-related expenses	1,022,528	3,095,266	62,694	62,303	1,389,672	514	5,632,977
<b>Total salaries and related expenses</b>	<b>5,440,242</b>	<b>17,717,951</b>	<b>469,769</b>	<b>326,475</b>	<b>7,724,162</b>	<b>514</b>	<b>31,679,113</b>
Professional liability insurance	31,097	188,871	3,208	3,614	64,971	-	291,761
Bad debt expense	(17,603)	23,918	885	1,043	(10,666)	(99)	(2,522)
Prof fees and contract services	270,109	950,763	1,744	560,572	677,429	2,825	2,463,442
Legal fees	20,889	14,331	763	899	10,357	6,610	53,849
Audit fees	-	-	-	-	-	2,000	2,000
Interest expense	66,027	123,809	1,182	1,394	19,988	-	212,400
Supplies	605,390	291,122	3,674	6,184	100,367	-	1,006,737
Telephone and telegraph	40,733	240,461	1,874	6,983	144,020	-	434,071
Postage and shipping	6,755	49,969	447	775	18,651	17	76,614
Rent	190,117	1,267,296	20,204	4,518	472,867	-	1,955,002
Other occupancy expenses	293,812	356,907	7,030	13,040	205,968	-	876,757
Local transportation	79,193	1,240,764	97,818	39,703	474,425	2,264	1,934,167
Conferences, meetings and seminars	10,581	14,155	555	3,220	18,932	-	47,443
Specific assistance to individuals	18,050	4,666,288	54	872	77,582	-	4,762,846
Membership dues	15,712	25,133	1,210	1,834	18,714	468	63,071
Equipment purchases	10,357	45,281	31	12,516	22,191	-	90,376
Equipment rentals	57,568	208,335	4,506	5,264	96,277	60,000	431,950
In-kind contributions	40,402	101,271	-	2,088	128,043	-	271,804
Printing expense	4,917	19,026	195	883	4,607	21,845	51,473
Miscellaneous expenses	21,768	37,212	234	2,800	46,749	2,630	111,393
<b>Total expenses before depreciation</b>	<b>7,206,116</b>	<b>27,582,863</b>	<b>615,383</b>	<b>994,677</b>	<b>10,315,634</b>	<b>99,074</b>	<b>46,813,747</b>
Depreciation	227,089	358,468	605	631	105,473	1,409	693,675
<b>Total expenses</b>	<b>\$ 7,433,205</b>	<b>\$ 27,941,331</b>	<b>\$ 615,988</b>	<b>\$ 995,308</b>	<b>\$ 10,421,107</b>	<b>\$ 100,483</b>	<b>\$ 47,507,422</b>

(Continued)



**One Hope United**

**Consolidated Statement of Functional Expenses (Continued)  
Year Ended June 30, 2009**

	General Fund Raising	Management and General	Other Services	Totals
Expenses:				
Salaries	\$ 325,473	\$ 2,463,977	\$ 23,780	\$ 28,859,366
Salary-related expenses	58,192	532,051	4,649	6,227,869
<b>Total salaries and related expenses</b>	<b>383,665</b>	<b>2,996,028</b>	<b>28,429</b>	<b>35,087,235</b>
Professional liability insurance	118	592	1,913	294,384
Bad debt expense	-	-	(49)	(2,571)
Prof fees and contract services	105,792	338,675	97,552	3,005,461
Legal fees	-	84,832	5,037	143,718
Audit fees	-	141,906	-	143,906
Interest expense	-	11,430	101	223,931
Supplies	142,644	25,581	2,120	1,177,082
Telephone and telegraph	5,964	61,925	2,343	504,303
Postage and shipping	9,486	1,800	271	88,171
Rent	21,054	232,387	1,859	2,210,302
Other occupancy expenses	6,518	69,841	16,398	969,514
Local transportation	14,600	216,935	10,818	2,176,520
Conferences, meetings and seminars	894	9,969	229	58,535
Specific assistance to individuals	-	-	2,418	4,765,264
Membership dues	220	3,664	100	67,055
Equipment purchases	1,257	21,514	604	113,751
Equipment rentals	5,767	71,368	30,715	539,800
In-kind contributions	-	-	24,677	296,481
Printing expense	32,788	5,395	243	89,899
Miscellaneous expenses	4,010	15,866	17,045	148,314
<b>Total expenses before depreciation</b>	<b>734,777</b>	<b>4,309,708</b>	<b>242,823</b>	<b>52,101,055</b>
Depreciation	6,676	126,577	4,215	831,143
<b>Total expenses</b>	<b>\$ 741,453</b>	<b>\$ 4,436,285</b>	<b>\$ 247,038</b>	<b>\$ 52,932,198</b>

See Notes to Consolidated Financial Statements.

**One Hope United**

**Consolidated Statements of Cash Flows**  
**Years Ended June 30, 2010 and 2009**

	2010	2009
Cash Flows from Operating Activities		
Change in net assets	\$ 771,988	\$ (570,061)
Adjustments to reconcile change in net assets to net cash flows (used in) provided by operating activities:		
Depreciation	834,774	831,143
Bad debt expense	203,203	-
Net realized and unrealized (gain) loss on investments	(524,200)	1,517,466
Net loss on sale of equipment	345	-
Net gain on sale of farm	-	(180,000)
Changes in:		
Accounts receivable	(1,624,195)	403,901
Accounts payable and accrued expenses	(537,439)	844,294
Deferred revenue	74,564	(111,404)
Other assets	35,798	(185,025)
<b>Net cash (used in) provided by operating activities</b>	<b>(765,162)</b>	<b>2,550,314</b>
Cash Flows from Investing Activities		
Proceeds from sales and maturities of investments	12,573,540	671,468
Proceeds from sale of farm	-	240,000
Purchases of investments	(12,927,519)	(730,434)
Purchases of fixed assets	(603,325)	(653,063)
Disposal of fixed assets	600	15,426
<b>Net cash used in investing activities</b>	<b>(956,704)</b>	<b>(456,603)</b>
Cash Flows from Financing Activities		
Repayment on mortgage loans	(165,162)	(194,117)
Proceeds on mortgage loans	-	97,095
Repayment on mortgages refinanced	(391,754)	(849,475)
Proceeds from mortgage refinancing	393,291	856,000
Net borrowings (repayments) on line of credit	980,000	(1,666,485)
<b>Net cash provided by (used in) financing activities</b>	<b>816,375</b>	<b>(1,756,982)</b>
<b>Net (decrease) increase in cash</b>	<b>(905,491)</b>	<b>336,729</b>
Cash:		
Beginning	1,380,575	1,043,846
Ending	<b>\$ 475,084</b>	<b>\$ 1,380,575</b>
Supplemental Disclosure of Cash Flow Information		
Cash paid for interest	<b>\$ 168,352</b>	<b>\$ 227,293</b>
Supplemental Schedule of Noncash Investing Activities		
Net increase (decrease) in investments held for deferred compensation / accrued expenses	<b>\$ 11,959</b>	<b>\$ (47,592)</b>

See Notes to Consolidated Financial Statements.

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 1. Nature of Organization and Significant Accounting Policies

Kids Hope United changed its name to One Hope United on January 22, 2010. One Hope United (OHU), is an Illinois not-for-profit organization which is exempt from payment of income taxes under Section 501(c)(3) of the Internal Revenue Code. OHU's primary purpose is to respond to the unmet needs of children and families by operating social welfare programs which offer services in the areas of counseling, crisis intervention, day care, adoption and foster care.

OHU operates under a federated model, which was created to maximize economies of scale and minimize the use of resources for centralized administrative functions. Under this model, the operations of One Hope United, and each partner agency (One Hope United Northern Region, Child Welfare Institute, One Hope United Hudson Region, and One Hope United Florida Region) are consolidated. OHU maintains ownership of all assets including property, investments and cash management. Additionally, OHU manages long-term debt, the line of credit and other federation-wide functions. The partner agencies control and service contracts, raise funds, advocate for clients and are responsible for their financial performance. OHU, however, maintains responsibility for approval of all partner agency budgets and monitors performance. OHU allocates federation expenses to the partner agencies based on overall partner agency operating expenses.

On April 1, 2010, the Child Welfare Institute was dissolved and the residual net deficit was transferred to One Hope United.

**Accounting policies:** OHU follows accounting standards established by the Financial Accounting Standards Board (the FASB) to ensure consistent reporting of financial condition, results of activities, and cash flows. References to Generally Accepted Accounting Principles (GAAP) in these footnotes are to the *FASB Accounting Standards Codification*, sometimes referred to as the Codification or ASC. The Codification is effective for periods ending on or after September 15, 2009.

**Accounting estimates:** The preparation of financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

**Revenue recognition:** The majority of funding for OHU operations is provided by governmental agencies. OHU recognizes program revenues in the fiscal year that the services are rendered. Contribution revenues and other support are recognized in the fiscal year that the pledges are received. Grant revenue is recognized when the related grant expenditure has been incurred.

**Deferred revenue:** Program revenues received in advance are deferred to the period in which they are earned.

**Accounts receivable:** Accounts receivable are primarily uncollateralized obligations of the state and other grantors. These receivables are stated at the amounts billed and do not accrue interest. Payments of accounts receivable are allocated to specific invoices identified on the remittance advices or, if unspecified, are applied to the oldest unpaid invoices. The carrying amount of accounts receivable is reduced by a valuation allowance that reflects management's best estimate of the amounts that will be collected.

**Investments:** Investments are recorded at fair value. Realized gains and losses from sales of investments are determined using the average cost method. Investments are classified as current or long-term based on intended use.

**Fixed assets:** Fixed assets are recorded at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the assets which range from 3 to 30 years.

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 1. Nature of Organization and Significant Accounting Policies (Continued)

**In-kind contributions:** OHU received contributions of services from outside corporations, including printing, advertising, and various goods, in the amount of \$309,916 and \$296,481 during the years ended June 30, 2010 and 2009, respectively, which it distributed to the families it serves. The receipt and subsequent distribution of these commodities are shown as revenue and expenditures in the consolidated financial statements.

**Fair value of financial instruments:** The carrying amount of financial instruments including accounts receivable, notes receivable, accounts payable, accrued expenses and short-term borrowings, approximate fair value due to the short maturity of these instruments. The carrying amount of long-term debt approximates fair value because the interest rates fluctuate with market interest rates or the fixed rates are based on current rates offered to OHU for debt with similar terms and maturities.

**Derivative financial instruments:** OHU has only limited involvement with derivative financial instruments and does not use them for trading purposes. Derivatives are recorded at fair value, which considers, among other factors, nonperformance risk. OHU has entered into an interest rate collar agreement with the objective of stabilizing interest costs on its long-term debt. Amounts receivable or payable under the instrument are accrued as increases or decreases to interest expense.

**Temporarily restricted net assets:** Temporarily restricted net assets carry specific, donor-imposed restrictions on the expenditure or other use of contributed funds. Temporary restrictions may expire either because of the passage of time or because OHU has fulfilled the restriction. Donor-restricted gifts are reported as temporarily restricted contributions regardless of when the net assets are expended. Transfers of temporarily restricted net assets associated with current expenditures for which the restrictions have been satisfied as well as donor changes in the nature of restrictions of net assets are reported as net assets released from restrictions. Temporarily restricted net assets at June 30, 2010 and 2009 consist of gifts from private sources available for educational scholarships of \$65,557 and \$65,557, revenue from Florida case management services of \$0 and \$31,001, gifts from private sources available for daycare programs of \$57,085 and \$62,114, gifts from private sources for capital campaign project of \$48,192 and \$50,000, gifts from private sources for the Kenwood Project of \$10,000 and \$0, and gifts from private sources for After School Matters of \$15,000 and \$0, respectively.

**Concentration of credit risk:** OHU maintains cash accounts at several commercial banks. The amount on deposit customarily exceeds the insurance limits of the Federal Deposit Insurance Corporation.

**Income taxes:** OHU, including each of the consolidated partner agencies, is exempt from federal income taxes under Internal Revenue Code Section 501(c)(3).

On July 1, 2009, OHU adopted the FASB-issued guidance for uncertainty in income taxes, which addresses the determination of whether tax benefits claimed on a tax return should be recorded in the financial statements. Under this guidance, OHU may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities, based on the technical merits of the position. Examples of tax positions include the tax-exempt status of OHU and the various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such a position are measured based on the largest benefit that has a greater than 50 percent likelihood of being realized upon ultimate settlement. The guidance on accounting for uncertainty in income taxes also addresses derecognition, classification, interest and penalties on income taxes, and accounting in interim periods. At July 1, 2009 and June 30, 2010, there were no unrecognized tax benefits identified or recorded as liabilities.

OHU files Forms 990 in the U.S. federal jurisdiction and in the State of Illinois. With few exceptions, OHU is no longer subject to examination by the Internal Revenue Service for years before 2007.

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 1. Nature of Organization and Significant Accounting Policies (Continued)

**Reclassifications:** Certain items in the 2009 financial statements have been reclassified to conform to the 2010 presentation. These reclassifications had no impact on the changes in net assets as previously reported.

**Recently issued accounting pronouncements:** In January 2010, the FASB issued ASU 2010-06, *Fair Value Measurements and Disclosures (ASC Topic 820) – Improving Disclosures about Fair Value Measurements*. ASU 2010-06 amends ASC Topic 820 to add new requirements for disclosures about transfers into and out of Levels 1 and 2 and separate disclosures about purchases, sales, issuances, and settlements relating to Level 3 measurements. ASU 2010-06 also clarifies existing fair value disclosures about the level of disaggregation and about inputs and valuation techniques used to measure fair value. The new disclosures and clarifications of existing disclosures are effective for interim and annual reporting periods beginning after December 31, 2009. OHU adopted these portions of ASU 2010-06 during the year ended June 30, 2010. The adoption of this guidance did not have an impact on OHU's consolidated financial position, results of activities, or cash flows. The disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements are effective for annual reporting periods beginning after December 15, 2010, and for interim periods within those fiscal years, and early adoption is permitted. In the period of and periods after initial adoption, comparative disclosures are required only for periods ending after initial adoption. OHU is assessing the impact of the implementation of this portion of ASU 2010-06 on its consolidated financial statements.

The FASB has issued ASU 2010-07, *Not-for-Profit Entities: Mergers and Acquisitions (Topic 958)*. ASU 2010-07 establishes principles and requirements for accounting for mergers and acquisitions by not-for-profits, provides guidance on determining whether a business combination is a merger or an acquisition, describes the carryover method for accounting for a merger, describes the acquisition method of accounting for an acquisition, including how to determine which of the combining entities is the acquirer, and describes required financial statement disclosures. ASU 2010-07 is effective for mergers occurring after December 15, 2009, and acquisitions for which the acquisition date is on or after the beginning of the first annual reporting period beginning on or after December 15, 2009. OHU does not expect the adoption of this pronouncement to have a significant impact on its consolidated financial statements.

#### Note 2. Accounts Receivable

Accounts receivable as of June 30, 2010 and 2009, net of allowance for doubtful accounts of \$96,079 and \$28,726, respectively, are summarized as follows:

	2010	2009
Supporting Agencies:		
DCFS - Illinois	\$ 2,227,824	\$ 1,598,024
DHS - Illinois	995,578	712,360
Other governmental funding	1,233,601	975,900
Program, contributions and other	1,719,791	1,372,018
	<u>\$ 6,176,794</u>	<u>\$ 4,658,302</u>

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 3. Investments

Investments as of June 30, 2010 and 2009, are comprised of the following:

	2010	2009
Money market funds	\$ 482,248	\$ -
Equity securities	3,556,882	720,197
Fixed income securities	2,413,590	830,930
Commodity investment fund	125,718	-
Common investment fund	-	4,149,132
	<u>\$ 6,578,438</u>	<u>\$ 5,700,259</u>

Investment income for the years ended June 30, 2010 and 2009, is comprised of the following:

	2010	2009
Interest and dividend income	\$ 180,453	\$ 283,371
Unrealized losses	(414,146)	(1,481,190)
Realized gains (losses)	938,346	(36,276)
	<u>\$ 704,653</u>	<u>\$ (1,234,095)</u>

Investments as of June 30, 2010 and 2009, held for deferred compensation are comprised of the following:

	2010	2009
Money market mutual funds	\$ 94,120	\$ 263,901
Equity mutual funds	285,139	103,399
	<u>\$ 379,259</u>	<u>\$ 367,300</u>

OHU invests in a portfolio of fixed income securities, mutual funds and common stocks. Such investments are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with such investments, it is at least reasonably possible that changes in risks in the near term would materially affect investment balances and the amounts reported in the consolidated financial statements.

#### Note 4. Fair Value Disclosures

The Fair Value Measurements and Disclosures Topic of the Codification defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and sets out a fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). Inputs are broadly defined under the Topic as assumptions market participants would use in pricing an asset or liability. The three levels of the fair value hierarchy under the Topic are described below:

Level 1. Unadjusted quoted prices in active markets, such as the New York Stock Exchange, for identical assets or liabilities that the reporting entity has the ability to access at the measurement date.

**Note 4. Fair Value Disclosures (Continued)**

Level 2. Inputs other than quoted prices within Level 1 that are observable for the asset or liability, either directly or indirectly; and fair value is determined through the use of models or other valuation methodologies. Investments which are generally included in this category include corporate bonds and loans, less liquid and restricted equity securities and certain over-the-counter derivatives. A significant adjustment to a Level 2 input could result in the Level 2 measurement becoming a Level 3 measurement.

Level 3. Inputs are unobservable for the asset or liability and include situations where there is little, if any, market activity for the asset or liability. The inputs into the determination of fair value are based upon the best information in the circumstances and may require significant management judgment or estimation. Investments that are included in this category generally include equity and debt positions in private companies or investment pools, general and limited partnership interests in corporate private equity and real estate funds, debt funds and funds of hedge funds.

For the fiscal years ended June 30, 2010 and 2009, the application of valuation techniques applied to similar assets and liabilities has been consistent. The following is a description of the valuation methodologies used for instruments measured at fair value:

*Investment Securities*

The fair value of publicly traded equity, fixed income and commodity securities is based upon market quotations of national security exchanges. These financial instruments are classified as Level 1 in the fair value hierarchy.

The fair value of debt instruments for which quotations are not readily available are valued using pricing models, quoted prices of securities with similar characteristics, or discounted cash flows. These financial instruments are classified as Level 2 in the fair value hierarchy.

Alternative investments, which included an investment in a private investment pool, were valued at fair value based on the applicable percentage ownership of the underlying companies' net assets as of the measurement date, as determined by the Fund Manager. In determining fair value, the Fund Manager utilizes valuations provided by the underlying investment companies. The underlying investment companies value securities and other financial instruments on a fair value basis of accounting. The fair value of OHU's investment in the private investment pool generally represented the amount OHU would expect to receive if it were to liquidate its investment in the companies excluding any redemption charges that may apply. Investments in alternative investments are classified as Level 3 in the fair value hierarchy.

*Interest Rate Collar*

The valuation of this instrument is determined using widely accepted valuation techniques, including discounted cash flow analysis on the expected cash flows of the interest rate collar. This analysis reflects the contractual terms of the interest rate collar, including the period to maturity, and uses observable market-based inputs, including the LIBOR index. The fair value estimate is classified as Level 2.

## One Hope United

### Notes to Consolidated Financial Statements

#### Note 4. Fair Value Disclosures (Continued)

The following tables present the OHU's fair value hierarchy for those assets and liabilities measured at fair value on a recurring basis as of June 30, 2010 and 2009:

Description	June 30, 2010			
	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
<b>Assets</b>				
Money market funds	\$ 482,248	\$ 482,248	\$ -	\$ -
Equity securities:				
U.S. small cap	383,255	383,255	-	-
U.S. mid cap	756,548	756,548	-	-
U.S. large cap	1,760,009	1,760,009	-	-
International equities	290,328	290,328	-	-
Emerging markets	366,742	366,742	-	-
Fixed income securities:				
Fixed income funds	2,266,740	2,266,740	-	-
Structured notes	146,850	-	146,850	-
Commodity investment fund	125,718	125,718	-	-
	<u>\$ 6,578,438</u>	<u>\$ 6,431,588</u>	<u>\$ 146,850</u>	<u>\$ -</u>
<b>Liability</b>				
Interest rate collar	\$ 51,719	\$ -	\$ 51,719	\$ -

Description	June 30, 2009			
	Total	Fair Value Measurements Using		
		Level 1	Level 2	Level 3
<b>Assets</b>				
Fixed income securities	\$ 830,930	\$ 198,363	\$ 632,567	\$ -
Equity securities	720,197	720,197	-	-
Common investment fund	4,149,132	-	-	4,149,132
	<u>\$ 5,700,259</u>	<u>\$ 918,560</u>	<u>\$ 632,567</u>	<u>\$ 4,149,132</u>
<b>Liability</b>				
Interest rate collar	\$ 28,047	\$ -	\$ 28,047	\$ -

Financial instruments classified as Level 3 in the fair value hierarchy represent OHU's investments in financial instruments in which the Fund Manager has used at least one significant unobservable input in the valuation model. The following table presents a reconciliation of activity for the Level 3 financial instruments during the years ended June 30, 2010 and 2009:

	Common investment fund	
	2010	2009
Balance, beginning of year	\$ 4,149,132	\$ 5,309,950
Realized and unrealized gains (losses) on investments	497,215	(1,195,431)
(Sales) purchases of investment securities	(4,646,347)	34,613
Balance, end of year	<u>\$ -</u>	<u>\$ 4,149,132</u>

OHU's investments held for deferred compensation, as described in Note 3, are all considered Level 1.



## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 5. Mortgage Loans and Notes Payable

A summary of OHU's long-term debt and collateral pledged thereon consisted of the following as of June 30, 2010 and 2009:

	2010	2009
Mortgage loan payable, bank, 7.00%, due in monthly payments of \$1,305 including interest, due February 2012, collateralized by building. Loan refinanced September 2009.	\$ -	\$ 130,697
Mortgage loan payable, bank, 5.50% through September 2014, fixed recalculated rate October 2014 through October 2019, due in monthly payments of \$1,443 including interest, due October 2019, collateralized by building.	126,222	-
Mortgage loan payable, Illinois Facility Fund (IFF), 6.09%, due in monthly payments of \$4,303 including interest, due July 2015, collateralized by building.	225,228	261,919
Mortgage loan payable, IFF, 5.0% through September 2014, fixed recalculated rate October 2014 through October 2019, due in monthly payments of \$2,825 including interest, due October 2019, collateralized by building.	247,025	-
Mortgage loan payable, IFF, 5.75%, due in monthly payments of \$1,718 including interest, due December 2018, collateralized by building.	135,680	150,715
Mortgage loan payable, IFF, 5.0%, due in monthly payments of \$6,600 including interest, due May 2025, collateralized by building.	831,426	868,050
Mortgage loan payable, IFF, 5.0%, due in monthly payments of \$4,243 including interest, collateralized by building. Loan refinanced September 2009.	-	260,291
Note payable, IFF, 5.1%, due in monthly payments of \$360 including interest, due September 2013, collateralized by 1 van.	12,913	16,473
Mortgage loan payable, bank, LIBOR collar, due in monthly principal payments of \$3,567, with a balloon payment in February 2014, collateralized by building.	812,300	851,533
Note payable for leasehold improvements, 7.25%, due in monthly payments of \$551 including interest, due August 2013, collateralized by furniture and equipment on leased premises.	35,061	44,609
Note payable for leasehold improvements, 6.75%, due in monthly payments of \$1,039 including interest, due August 2013, collateralized by furniture and equipment on leased premises.	18,804	23,997
	<u>2,444,659</u>	<u>2,608,284</u>
Less - current portion	185,168	409,123
	<u>\$ 2,259,491</u>	<u>\$ 2,199,161</u>

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 5. Mortgage Loans and Notes Payable (Continued)

Debt service requirements under these obligations were as follows:

Years ending June 30:

2011	\$ 185,168
2012	193,261
2013	201,824
2014	833,071
2015	152,155
Thereafter	879,180
	<u>\$ 2,444,659</u>

#### Note 6. Lines of Credit

In May 2009, OHU entered into a \$7,000,000 revolving bank line of credit and a \$3,500,000 peak revolving line of credit, which could be drawn on if the \$7,000,000 was fully utilized. The peak line of credit matured April 30, 2010 and was not renewed. Interest for the revolving bank line is payable monthly at floating LIBOR (0.35 and 0.32 percent at June 30, 2010 and 2009, respectively) + 2.50 percent. LIBOR is subject to a 1 percent floor. The revolving line of credit matures on February 28, 2011. Borrowings under the line of credit are collateralized by certain properties and OHU's net accounts receivable. A total of \$980,000 and \$0 was borrowed at June 30, 2010 and 2009, respectively.

The bank line of credit is subject to certain covenant requirements including liquidity and minimum debt service coverage.

#### Note 7. Interest Rate Collar

During the year ended June 30, 2009, OHU entered into an interest rate collar agreement which provides an interest rate cap of 4 percent on OHU's floating LIBOR rate in exchange for an interest rate floor of 3.2 percent on a notional balance of \$813,199 and \$856,000 at June 30, 2010 and 2009, respectively. The agreement expires February 28, 2014. The collar was not designated as a hedging instrument. The fair value of the collar agreement was a liability of \$51,719 and \$28,047 at June 30, 2010 and 2009, respectively, and is included within accrued expenses on the consolidated statements of financial position. The change in fair value of the collar agreement resulted in \$23,672 and \$28,047 of expense for the years ended June 30, 2010 and 2009, respectively, and is included within interest expense on the consolidated statements of functional expenses.

## One Hope United

### Notes to Consolidated Financial Statements

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#### Note 8. Leases

OHU leases office space and office equipment. At June 30, 2010, future minimum lease payments under noncancelable operating leases with initial or remaining lease terms in excess of one year were as follows:

Years ending June 30:	
2011	\$ 2,227,561
2012	1,324,488
2013	1,163,139
2014	783,291
2015	442,913
Thereafter	1,712,095
	<u>\$ 7,653,487</u>

Rental expense under operating leases was \$2,615,969 and \$2,288,421 for the years ended June 30, 2010 and 2009, respectively.

#### Note 9. State and Local Government Agency Support

OHU received approximately \$29,120,000 and \$30,180,000 of its support and revenue from state and other governmental agencies during 2010 and 2009, respectively. A significant reduction in the level of this support, if it were to occur, could have a significant effect on OHU's programs and activities. This support is subject to review and final determination by these state and governmental agencies. OHU does not anticipate any significant adjustments upon final review and determination.

The Florida Region Board made a strategic decision not to continue the case management contract services in Miami. Services were discontinued as of July 31, 2010. Revenues and expenses related to this program were \$8,817,176 and \$9,114,701, respectively, for the year ended June 30, 2010.

#### Note 10. Retirement Plan

OHU employees participate in the American Baptist Retirement and Death 403(b) Plan, a defined contribution plan. Under this plan, OHU contributes scheduled amounts that are dependent upon either the employee's years of service and salary or a matched contribution up to 4 percent of salary. All OHU employees become eligible to participate in the Plan upon achieving service level requirements. Employees vest ratably over six years. OHU made contributions of \$353,143 and \$456,421 to the Plan in the years ended June 30, 2010 and 2009, respectively. As of June 30, 2010 and 2009, \$0 and \$310,118 was accrued for this benefit, respectively. OHU suspended employer contributions to the plan for the plan year ending September 30, 2010.

#### Note 11. Deferred Compensation Plan

OHU offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to certain OHU employees, permits them to defer a portion of their salary until future years. OHU made contributions of \$25,822 and \$0 for the years ended June 30, 2010 and 2009, respectively. At June 30, 2010 and 2009, \$0 and \$25,822 was accrued for this benefit, respectively. OHU accounts for the assets held by this plan as investments held for deferred compensation, as described in Note 3, with the related liability recorded as accrued expenses.

## One Hope United

### Notes to Consolidated Financial Statements

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#### **Note 12. Subsequent Event**

Subsequent to year-end, OHU entered into various contracts related to the construction of a new child care facility in Aurora, Illinois. The total cost of the project is expected to be approximately \$5,500,000. OHU plans to fund this project through state and local grants, foundation and individual contributions, as well as a term loan. The project is expected to be completed by September 2011.

OHU has evaluated subsequent events for potential recognition and/or disclosure through January 10, 2011, the date the consolidated financial statements were available to be issued.



**Independent Auditor's Report on the  
Supplementary Information**

To the Board of Directors  
One Hope United  
Lake Villa, Illinois

Our audit was made for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.

*McGladrey & Pullen, LLP*

Chicago, Illinois  
January 10, 2011

One Hope United

Consolidating Schedule of Revenue and Expenses, by Entity  
Year Ended June 30, 2010

	Federation One Hope United	One Hope United Northern Region	Child Welfare Institute	One Hope United Hudelson Region	One Hope United Florida Region	Management and General	Total
Public Support and Revenue:							
Dept. of Children and Family Services - Illinois	\$ -	\$ 12,463,797	\$ -	\$ 6,052,645	\$ -	\$ -	\$ 18,516,442
Dept. of Human Services - Illinois	-	5,076,376	-	456,017	-	-	5,532,393
Other Government Funding	-	4,030,454	-	1,810,796	18,601	-	5,859,851
Program service fees	-	6,435,102	-	8,409	580	-	6,444,091
Contributions and bequests	14,150	685,017	-	120,343	138,068	-	957,578
In-kind contributions	50	254,103	-	34,416	21,347	-	309,916
Investment income	36,860	543,750	-	124,043	-	-	704,653
United Way Agencies	-	315,614	-	34,148	-	-	349,762
Florida Case Management Services:							
Our Kids	-	-	-	-	8,545,000	-	8,545,000
Family Services of Metropolitan Orlando	-	-	-	-	3,840,388	-	3,840,388
Heartland	-	-	-	-	2,990,886	-	2,990,886
Florida case management services - other	-	-	-	-	533,910	-	533,910
Ounce of Prevention	-	1,025,069	-	-	-	-	1,025,069
Rental Income	49,482	6,430	-	2,400	203,270	-	261,582
Farm income	7,950	-	-	55,988	-	-	63,938
Miscellaneous	315,600	18,484	-	247,956	67,810	-	649,850
Net assets released from restrictions	-	11,118	-	-	31,001	-	42,119
<b>Total public support and revenue</b>	<b>424,092</b>	<b>30,865,314</b>	<b>-</b>	<b>8,947,161</b>	<b>16,390,861</b>	<b>-</b>	<b>56,627,428</b>
Expenses:							
Salaries	9,559	16,033,296	-	4,379,135	8,373,633	2,361,184	31,156,807
Salary-related expenses	8,065	3,391,794	-	759,482	1,967,029	379,055	6,505,425
<b>Total salaries and related expenses</b>	<b>17,624</b>	<b>19,425,090</b>	<b>-</b>	<b>5,138,617</b>	<b>10,340,662</b>	<b>2,740,239</b>	<b>37,662,232</b>
Professional liability insurance	124	131,722	-	46,375	128,144	321	306,686
Bad debt expense	-	91,253	-	42,236	69,714	-	203,203
Professional fees and contract services	87,847	793,910	-	375,395	593,337	226,534	2,077,023
Legal fees	4,320	90,934	900	73,355	61,682	67,447	298,638
Audit fees	-	-	800	-	-	125,892	126,692
Interest expense	-	125,070	-	7,081	20,846	11,459	164,456
Supplies	1,867	1,166,067	-	166,451	63,152	17,160	1,414,697
Telephone and telegraph	1,850	272,259	-	89,078	108,232	96,541	567,960
Postage and shipping	747	37,489	-	18,526	21,885	13,973	92,620
Rent	26,759	1,205,238	-	121,093	1,056,136	216,102	2,625,328
Other occupancy expenses	11,039	756,764	-	191,789	98,168	32,675	1,090,435
Local transportation	289	630,999	-	582,557	663,481	180,945	2,058,271
Conferences, meetings and seminars	8	105,311	-	49,467	9,627	19,494	183,907
Specific assistance to individuals	-	2,031,178	-	643,948	2,096,478	-	4,771,604
Membership dues	-	43,758	-	17,107	29,131	12,235	102,231
Equipment purchase	195	57,127	-	42,506	21,691	30,827	152,346
Equipment rental	1,949	166,214	-	56,493	111,371	41,188	377,215
In-kind contributions	50	254,103	-	34,416	21,347	-	309,916
Printing expense	154	58,306	-	23,291	18,146	3,375	103,272
Miscellaneous expenses	1,367	132,962	-	62,775	91,929	30,063	319,096
<b>Total expenses before depreciation and distribution</b>	<b>156,189</b>	<b>27,575,754</b>	<b>1,700</b>	<b>7,782,556</b>	<b>15,625,159</b>	<b>3,866,470</b>	<b>55,007,828</b>
Depreciation	2,641	475,894	-	97,089	133,997	125,153	834,774
<b>Total expenses before distribution</b>	<b>158,830</b>	<b>28,051,648</b>	<b>1,700</b>	<b>7,879,645</b>	<b>15,759,156</b>	<b>3,991,623</b>	<b>55,842,602</b>
Distribution of management and general	10,922	2,177,651	-	604,395	1,198,655	(3,991,623)	-
<b>Total expenses</b>	<b>169,752</b>	<b>30,229,299</b>	<b>1,700</b>	<b>8,484,040</b>	<b>16,957,811</b>	<b>-</b>	<b>55,842,602</b>
Change in unrestricted net assets	254,340	636,015	(1,700)	463,121	(566,950)	-	784,826
Changes in temporarily restricted net assets:							
Contributions	-	29,281	-	-	-	-	29,281
Net assets released from restrictions	-	(11,118)	-	-	(31,001)	-	(42,119)
<b>Change in temporarily restricted net assets</b>	<b>-</b>	<b>18,163</b>	<b>-</b>	<b>-</b>	<b>(31,001)</b>	<b>-</b>	<b>(12,838)</b>
<b>Change in net assets</b>	<b>\$ 254,340</b>	<b>\$ 654,178</b>	<b>\$ (1,700)</b>	<b>\$ 463,121</b>	<b>\$ (597,951)</b>	<b>\$ -</b>	<b>\$ 771,988</b>

One Hope United

Consolidating Schedule of Program Revenue and Expenses  
Year Ended June 30, 2010

	Daycare	Foster Care	Homemaker	Family Preservation	Counseling	Consulting	Total Program	General Fund Raising	Management and General	Other Services	Total
Public Support and Revenue:											
Dept. of Children and Family Services - Illinois	\$ 37,546	\$ 12,607,207	\$ 627,752	\$ -	\$ 5,243,937	\$ -	\$ 18,516,442	\$ -	\$ -	\$ -	\$ 18,516,442
Dept. of Human Services - Illinois	4,364,614	42,031	-	-	1,125,748	-	5,532,393	-	-	-	5,532,393
Other Government Funding	2,119,951	137,177	1,145	846,298	2,755,280	-	5,859,851	-	-	-	5,859,851
Program service fees	5,476,035	805	2,353	3,432	961,466	-	6,444,091	-	-	-	6,444,091
Contributions and bequests	31,972	61,567	-	4,250	207,167	-	304,956	705,746	-	(53,124)	957,578
In-kind contributions	50,652	143,748	205	3,283	109,102	-	306,990	-	-	2,926	309,916
Investment income	20	-	-	99	-	-	119	-	-	1,118,680	1,118,799
Unrealized gains or (losses)	-	-	-	-	-	-	-	-	-	(414,146)	(414,146)
United Way Agencies	101,706	-	-	-	248,056	-	349,762	-	-	-	349,762
Florida Case Management Services:											
Our Kids	-	8,545,000	-	-	-	-	8,545,000	-	-	-	8,545,000
Family Services of Metropolitan Orlando	-	3,840,388	-	-	-	-	3,840,388	-	-	-	3,840,388
Heartland	-	2,990,886	-	-	-	-	2,990,886	-	-	-	2,990,886
Florida Case Management Services - other	-	533,910	-	-	-	-	533,910	-	-	-	533,910
Ounce of Prevention	1,025,069	-	-	-	-	-	1,025,069	-	-	-	1,025,069
Rental income	-	203,270	-	-	8,830	-	212,100	-	-	49,482	261,582
Farm income	-	-	-	-	-	-	-	-	-	63,938	63,938
Miscellaneous	40,185	70,216	1,779	1,028	238,860	5,820	357,888	714	-	291,248	649,850
Net assets released from restrictions	8,850	31,001	-	-	-	-	39,851	2,268	-	-	42,119
<b>Total public support and revenue</b>	<b>13,256,600</b>	<b>29,207,206</b>	<b>633,234</b>	<b>858,390</b>	<b>10,898,446</b>	<b>5,820</b>	<b>54,859,696</b>	<b>708,728</b>	<b>-</b>	<b>1,059,004</b>	<b>56,627,428</b>
Expenses:											
Salaries	7,214,295	14,296,430	410,981	383,090	6,143,012	-	28,447,808	338,436	2,361,184	9,379	31,156,807
Salary-related expenses	1,553,891	3,177,462	49,444	64,661	1,220,047	-	6,065,505	52,949	379,055	7,916	6,505,425
<b>Total salaries and related expenses</b>	<b>8,768,186</b>	<b>17,473,892</b>	<b>460,425</b>	<b>447,751</b>	<b>7,363,059</b>	<b>-</b>	<b>34,513,313</b>	<b>391,385</b>	<b>2,740,239</b>	<b>17,295</b>	<b>37,662,232</b>
Professional liability insurance	50,777	186,912	3,183	4,328	60,194	-	305,394	430	321	541	306,686
Bad debt expense	43,088	112,494	3,745	5,047	38,527	-	202,901	-	-	302	203,203
Professional fees and contract services	155,967	863,570	17,009	235,387	397,056	-	1,668,989	74,804	226,534	106,696	2,077,023
Legal fees	44,365	121,421	16,440	4,170	34,578	900	221,874	-	67,447	9,317	298,638
Audit fees	-	-	-	-	-	800	800	-	125,892	-	126,692
Interest expense	59,367	81,697	280	377	11,246	-	152,967	-	11,459	30	164,456
Supplies	922,699	344,633	4,460	4,819	113,047	78	1,389,736	5,663	17,160	2,138	1,414,697
Telephone and telegraph	88,525	212,742	1,875	13,736	147,862	-	464,740	4,853	96,541	1,826	567,960
Postage and shipping	8,976	45,566	498	868	18,270	29	74,207	3,604	13,973	836	92,620
Rent	622,778	1,254,050	6,789	17,423	461,998	-	2,363,038	19,674	216,102	26,514	2,625,328
Other occupancy expenses	459,807	348,825	6,966	9,510	201,486	-	1,026,594	20,092	32,675	11,074	1,090,435
Local transportation	59,927	1,173,184	110,966	53,561	463,786	-	1,861,424	14,767	180,945	1,135	2,058,271
Conferences, meetings and seminars	30,114	38,751	529	7,501	38,152	-	115,047	1,290	19,494	48,076	183,907
Specific assistance to individuals	112,860	4,323,128	887	12,545	318,252	-	4,767,672	-	-	3,932	4,771,604
Membership dues	21,735	46,067	1,357	1,903	17,364	-	88,426	1,323	12,235	247	102,231
Equipment purchase	25,138	37,192	287	6,591	51,276	170	120,654	856	30,827	9	152,346
Equipment rental	55,254	195,663	3,063	3,133	73,566	-	330,679	3,418	41,188	1,930	377,215
In-kind contributions	50,652	143,748	205	3,283	109,102	-	306,990	-	-	2,926	309,916
Printing expense	20,538	28,238	881	2,666	18,842	-	71,165	24,900	3,375	3,832	103,272
Miscellaneous expenses	48,061	91,554	2,811	3,681	52,498	-	198,605	85,073	30,063	5,355	319,096
<b>Total expenses before depreciation and distribution</b>	<b>11,648,814</b>	<b>27,123,327</b>	<b>642,656</b>	<b>838,280</b>	<b>9,990,161</b>	<b>1,977</b>	<b>50,245,215</b>	<b>652,132</b>	<b>3,866,470</b>	<b>244,011</b>	<b>55,007,828</b>
Depreciation	260,768	328,505	688	775	108,834	-	699,570	7,683	125,153	2,368	834,774
<b>Total expenses before distribution</b>	<b>11,909,582</b>	<b>27,451,832</b>	<b>643,344</b>	<b>839,055</b>	<b>10,098,995</b>	<b>1,977</b>	<b>50,944,785</b>	<b>659,815</b>	<b>3,991,623</b>	<b>246,379</b>	<b>55,842,602</b>
Distribution of management and general	1,008,156	2,061,891	53,850	71,216	778,696	-	3,973,809	-	(3,991,623)	17,814	-
<b>Total expenses</b>	<b>12,917,738</b>	<b>29,513,723</b>	<b>697,194</b>	<b>910,271</b>	<b>10,877,691</b>	<b>1,977</b>	<b>54,918,594</b>	<b>659,815</b>	<b>-</b>	<b>264,193</b>	<b>55,842,602</b>
Change in unrestricted net assets	338,862	(306,517)	(63,960)	(51,881)	20,755	3,843	(58,898)	48,913	-	794,811	784,826
Changes in temporarily restricted net assets:											
Contributions	3,821	-	-	-	25,000	-	28,821	460	-	-	29,281
Net assets released from restrictions	(8,850)	(31,001)	-	-	-	-	(39,851)	(2,268)	-	-	(42,119)
<b>Change in temporarily restricted net assets</b>	<b>(5,029)</b>	<b>(31,001)</b>	<b>-</b>	<b>-</b>	<b>25,000</b>	<b>-</b>	<b>(11,030)</b>	<b>(1,808)</b>	<b>-</b>	<b>-</b>	<b>(12,838)</b>
<b>Change in net assets</b>	<b>\$ 333,833</b>	<b>\$ (337,518)</b>	<b>\$ (63,960)</b>	<b>\$ (51,881)</b>	<b>\$ 45,755</b>	<b>\$ 3,843</b>	<b>\$ (69,928)</b>	<b>\$ 47,105</b>	<b>\$ -</b>	<b>\$ 794,811</b>	<b>\$ 771,988</b>

One Hope United

Schedule of Program Revenue and Expenses - Daycare  
Year Ended June 30, 2010

	Busy Bee	Bridgeport Child Development	Elgin Child & Fam. Res. Ctr.	Bright Beginnings Pickus	Edgewater Early Learning Ctr.	Strengthening Families	One Hope United Children's Daycare Centers	Total Daycare
Public Support and Revenue:								
Dept. of Children and Family Services - Illinois	\$ 33,716	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,830	\$ 37,546
Dept. of Human Services - Illinois	752,040	1,297,480	1,677,129	82,105	317,709	-	238,151	4,364,614
Other Government Funding	322,593	864,575	520,190	6,109	189,998	142,680	73,806	2,119,951
Program service fees	213,342	248,771	228,315	1,504	89,952	-	4,694,151	5,476,035
Contributions and bequests	4,271	3,919	18,982	4,300	-	-	500	31,972
In-kind contributions	21,009	13,102	9,761	825	5,955	-	-	50,652
Investment income	2	16	2	-	-	-	-	20
United Way Agencies	36,009	-	45,000	20,697	-	-	-	101,706
Ounce of Prevention	-	852,448	-	-	172,621	-	-	1,025,069
Miscellaneous	291	1,777	3,570	2,256	500	-	31,791	40,185
Net assets released from restrictions	-	8,850	-	-	-	-	-	8,850
<b>Total public support and revenue</b>	<b>1,383,273</b>	<b>3,290,938</b>	<b>2,502,949</b>	<b>117,796</b>	<b>776,735</b>	<b>142,680</b>	<b>5,042,229</b>	<b>13,256,600</b>
Expenses:								
Salaries	736,747	1,569,166	1,134,448	74,171	452,040	96,418	3,151,305	7,214,295
Salary-related expenses	168,830	371,512	210,255	14,156	92,674	14,360	682,104	1,553,891
<b>Total salaries and related expenses</b>	<b>905,577</b>	<b>1,940,678</b>	<b>1,344,703</b>	<b>88,327</b>	<b>544,714</b>	<b>110,778</b>	<b>3,833,409</b>	<b>8,768,186</b>
Professional liability insurance	6,061	12,227	8,783	428	3,144	623	19,511	50,777
Bad debt expense	4,504	9,223	7,393	372	2,635	546	18,415	43,088
Professional fees and contract services	14,524	47,578	14,204	1,784	4,984	24	72,869	155,967
Legal fees	5,702	8,204	9,097	331	2,343	486	18,202	44,365
Interest expense	337	692	56,691	28	198	41	1,380	59,367
Supplies	109,760	194,678	245,481	7,812	57,545	585	306,838	922,699
Telephone and telegraph	30,702	26,908	7,433	905	4,559	1,409	16,609	88,525
Postage and shipping	157	2,097	1,155	300	267	91	4,909	8,976
Rent	219	92,235	359	18	70,659	27	459,261	622,778
Other occupancy expenses	77,423	179,908	152,014	502	18,359	719	30,882	459,807
Local transportation	5,781	15,457	8,019	770	3,363	9,183	17,354	59,927
Conferences, meetings and seminars	2,995	7,981	4,230	75	1,265	2,153	11,415	30,114
Specific assistance to individuals	1,220	12,595	5,958	164	3,362	1	89,560	112,860
Membership dues	1,867	5,943	3,662	151	1,206	222	8,684	21,735
Equipment purchase	692	12,057	5,830	505	2,978	538	2,538	25,138
Equipment rental	11,888	14,525	11,811	28	2,351	41	14,610	55,254
In-kind contributions	21,009	13,102	9,761	825	5,955	-	-	50,652
Printing expense	5,961	5,054	1,749	100	1,370	99	6,205	20,538
Miscellaneous expenses	4,255	11,958	2,274	179	5,231	85	24,079	48,061
<b>Total expenses before depreciation and distribution</b>	<b>1,210,634</b>	<b>2,613,100</b>	<b>1,900,607</b>	<b>103,604</b>	<b>736,488</b>	<b>127,651</b>	<b>4,956,730</b>	<b>11,648,814</b>
Depreciation	63,765	45,981	104,152	268	4,714	2,193	39,695	260,768
<b>Total expenses before distribution</b>	<b>1,274,399</b>	<b>2,659,081</b>	<b>2,004,759</b>	<b>103,872</b>	<b>741,202</b>	<b>129,844</b>	<b>4,996,425</b>	<b>11,909,582</b>
Distribution of management and general	108,249	221,143	177,292	8,875	63,160	12,836	416,601	1,008,156
<b>Total expenses</b>	<b>1,382,648</b>	<b>2,880,224</b>	<b>2,182,051</b>	<b>112,747</b>	<b>804,362</b>	<b>142,680</b>	<b>5,413,026</b>	<b>12,917,738</b>
Change in unrestricted net assets	625	410,714	320,898	5,049	(27,627)	-	(370,797)	338,862
Changes in temporarily restricted net assets:								
Contributions	-	3,821	-	-	-	-	-	3,821
Net assets released from restrictions	-	(8,850)	-	-	-	-	-	(8,850)
<b>Changes in temporarily restricted net assets</b>	<b>-</b>	<b>(5,029)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(5,029)</b>
<b>Change in net assets</b>	<b>\$ 625</b>	<b>\$ 405,685</b>	<b>\$ 320,898</b>	<b>\$ 5,049</b>	<b>\$ (27,627)</b>	<b>\$ -</b>	<b>\$ (370,797)</b>	<b>\$ 333,833</b>



One Hope United

Schedule of Program Revenue and Expenses - Foster Care  
Year Ended June 30, 2010

	Downstate	Regular Spec Foster Care	Adoption Eastern	Cook	Professional	CARE Residential	Rebound Residential	Child Resource Network(CRN)	C10 CMO	C11 Medicaid	C11 CMO	C9 CMO	Centralia Residential	Total Foster Care
Public Support and Revenue:														
Dept. of Children and Family Services - Illinois	\$ 4,127,925	\$ 377,532	\$ -	\$ 2,165,954	\$ 692,100	\$ 1,929,986	\$ 618,301	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,695,409	\$ 12,607,207
Dept. of Human Services - Illinois	-	-	-	-	-	-	42,031	-	-	-	-	-	-	42,031
Other Government Funding	(22,013)	(712)	-	-	5,225	25,127	57,813	-	-	7,490	-	11,111	53,136	137,177
Program service fees	-	-	225	-	-	-	-	-	-	580	-	-	-	805
Contributions and bequests	89	10	-	880	-	5,315	21,060	30,377	2,560	4	662	60	550	61,567
In-kind contributions	45,689	43	-	44,531	700	24,990	1,530	16,580	-	-	4,767	-	4,918	143,748
Our Kids	-	-	-	-	-	-	-	-	-	-	8,545,000	-	-	8,545,000
Family Services of Metropolitan Orlando	-	-	-	-	-	-	-	-	-	-	-	3,840,388	-	3,840,388
Heartland	-	-	-	-	-	-	-	-	2,990,886	-	-	-	-	2,990,886
Florida case management services - other	-	-	-	-	-	-	-	374,618	-	146,472	12,820	-	-	533,910
Rental income	-	-	-	-	-	-	-	-	-	-	203,270	-	-	203,270
Miscellaneous	6,193	778	-	126	-	-	-	9,128	-	31,598	19,656	1,047	1,690	70,216
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-	31,001	-	-	31,001
<b>Total public support and revenue</b>	<b>4,157,883</b>	<b>377,651</b>	<b>225</b>	<b>2,211,491</b>	<b>698,025</b>	<b>1,985,418</b>	<b>740,735</b>	<b>430,703</b>	<b>2,993,446</b>	<b>186,144</b>	<b>8,817,176</b>	<b>3,852,606</b>	<b>2,755,703</b>	<b>29,207,206</b>
Expenses:														
Salaries	1,690,617	135,143	497	976,338	232,409	1,143,806	356,471	295,113	1,717,741	104,841	3,844,470	2,296,546	1,502,438	14,296,430
Salary-related expenses	359,832	22,437	108	219,530	54,454	233,510	71,949	61,730	400,935	18,908	966,326	494,775	272,968	3,177,462
<b>Total salaries and related expenses</b>	<b>2,050,449</b>	<b>157,580</b>	<b>605</b>	<b>1,195,868</b>	<b>286,863</b>	<b>1,377,316</b>	<b>428,420</b>	<b>356,843</b>	<b>2,118,676</b>	<b>123,749</b>	<b>4,810,796</b>	<b>2,791,321</b>	<b>1,775,406</b>	<b>17,473,892</b>
Professional liability insurance	14,157	1,640	6	8,130	1,847	11,396	4,775	3,486	25,701	3,476	68,257	27,106	16,935	186,912
Bad debt expense	11,678	1,632	7	6,787	1,536	6,089	2,207	14,073	(3,117)	42,343	20,269	(3,839)	12,829	112,494
Professional fees and contract services	128,967	2,257	1	63,451	12,662	36,823	7,223	9,892	4,979	148,943	375,418	44,017	28,937	863,570
Legal fees	10,255	1,348	6	6,451	1,367	5,669	3,658	7,691	912	912	45,278	6,920	31,012	121,421
Interest expense	26,312	1,177	-	513	4,595	798	26,513	455	7,210	486	9,034	3,647	81,697	81,697
Supplies	20,801	2,547	14	5,546	9,388	105,488	22,473	928	9,806	1,820	29,568	18,703	117,551	344,633
Telephone and telegraph	34,691	5,969	1	22,151	2,418	12,673	12,110	310	33,085	331	42,142	32,019	14,842	212,742
Postage and shipping	9,395	1,042	16	5,883	625	4,049	366	89	3,681	46	11,189	6,781	2,404	45,566
Rent	77,199	1,089	5	118,313	1,545	296	107	23,120	158,150	25,512	574,757	265,396	8,561	1,254,050
Other occupancy expenses	46,418	6,921	8	26,874	4,886	51,273	34,662	2,101	31,290	2,149	41,393	17,286	83,564	348,825
Local transportation	227,001	25,383	35	99,643	34,741	32,594	8,990	5,998	171,527	3,046	273,691	206,524	84,011	1,173,184
Conferences, meetings and seminars	1,438	297	-	1,960	2,647	9,911	304	26	3,844	948	2,268	2,352	12,756	38,751
Specific assistance to individuals	1,093,183	126,256	1,994	586,417	231,721	46,840	34,936	511	41,992	30	2,020,031	29,984	109,233	4,323,128
Membership dues	4,599	587	3	2,724	617	2,664	886	1,060	5,827	918	14,235	7,062	4,885	46,067
Equipment purchase	726	472	-	983	149	4,392	36	34	7,364	436	12,326	1,318	8,956	37,192
Equipment rental	34,055	2,592	1	14,955	3,080	10,111	4,699	3,915	36,777	2,090	45,133	23,112	15,143	195,663
In-kind contributions	45,689	43	-	44,531	700	24,990	1,530	16,580	-	-	4,767	-	4,918	143,748
Printing expense	3,258	515	2	4,992	2,868	2,741	591	27	2,078	687	5,359	961	4,159	28,238
Miscellaneous expenses	11,631	554	309	2,902	3,454	9,034	3,432	1,666	2,814	387	37,208	5,520	12,643	91,554
<b>Total expenses before depreciation and distribution</b>	<b>3,851,902</b>	<b>339,901</b>	<b>3,013</b>	<b>2,219,074</b>	<b>607,709</b>	<b>1,755,147</b>	<b>597,918</b>	<b>441,968</b>	<b>2,669,375</b>	<b>358,309</b>	<b>8,443,119</b>	<b>3,486,190</b>	<b>2,349,702</b>	<b>27,123,327</b>
Depreciation	51,689	5,838	-	12,185	6,904	29,942	33,391	906	25,016	1,409	85,979	20,003	55,243	328,505
<b>Total expenses before distribution</b>	<b>3,903,591</b>	<b>345,739</b>	<b>3,013</b>	<b>2,231,259</b>	<b>614,613</b>	<b>1,785,089</b>	<b>631,309</b>	<b>442,874</b>	<b>2,694,391</b>	<b>359,718</b>	<b>8,529,098</b>	<b>3,506,193</b>	<b>2,404,945</b>	<b>27,451,832</b>
Distribution of management and general	260,909	23,064	-	162,802	35,923	146,003	52,808	38,289	239,281	39,475	585,603	294,881	182,853	2,061,891
<b>Total expenses</b>	<b>4,164,500</b>	<b>368,803</b>	<b>3,013</b>	<b>2,394,061</b>	<b>650,536</b>	<b>1,931,092</b>	<b>684,117</b>	<b>481,163</b>	<b>2,933,672</b>	<b>399,193</b>	<b>9,114,701</b>	<b>3,801,074</b>	<b>2,587,798</b>	<b>29,513,723</b>
Change in unrestricted net assets	(6,617)	8,848	(2,788)	(182,570)	47,489	54,326	56,618	(50,460)	59,774	(213,049)	(297,525)	51,532	167,905	(306,517)
Changes in temporarily restricted net assets:														
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-	(31,001)	-	-	(31,001)
Changes in temporarily restricted net assets	-	-	-	-	-	-	-	-	-	-	(31,001)	-	-	(31,001)
<b>Change in net assets</b>	<b>\$ (6,617)</b>	<b>\$ 8,848</b>	<b>\$ (2,788)</b>	<b>\$ (182,570)</b>	<b>\$ 47,489</b>	<b>\$ 54,326</b>	<b>\$ 56,618</b>	<b>\$ (50,460)</b>	<b>\$ 59,774</b>	<b>\$ (213,049)</b>	<b>\$ (328,526)</b>	<b>\$ 51,532</b>	<b>\$ 167,905</b>	<b>\$ (337,518)</b>

**One Hope United**

**Schedule of Program Revenue and Expenses - Homemaker and Family Preservation  
Year Ended June 30, 2010**

	Family Support (TEAM)	Visitation & Trsp.	Total Homemaker	St. Louis In-Home	COPS Grant	Circle of Hope	Total Family Preservation
<b>Public Support and Revenue:</b>							
Dept. of Children and Family Services - Illinois	\$ 605,345	\$ 22,407	\$ 627,752	\$ -	\$ -	\$ -	\$ -
Other Government Funding:	1,145	-	1,145	27,375	29,139	789,784	846,298
Program service fees	2,353	-	2,353	3,432	-	-	3,432
Contributions and bequests	-	-	-	4,250	-	-	4,250
In-kind contributions	205	-	205	-	-	3,283	3,283
Investment Income	-	-	-	99	-	-	99
Miscellaneous	1,779	-	1,779	1,028	-	-	1,028
<b>Total public support and revenue</b>	<b>610,827</b>	<b>22,407</b>	<b>633,234</b>	<b>36,184</b>	<b>29,139</b>	<b>793,067</b>	<b>858,390</b>
<b>Expenses:</b>							
Salaries	408,991	1,990	410,981	58,431	23,379	301,280	383,090
Salary-related expenses	49,180	264	49,444	7,375	5,760	51,526	64,661
<b>Total salaries and related expenses</b>	<b>458,171</b>	<b>2,254</b>	<b>460,425</b>	<b>65,806</b>	<b>29,139</b>	<b>352,806</b>	<b>447,751</b>
Professional liability insurance	3,183	-	3,183	468	-	3,860	4,328
Bad debt expense	3,745	-	3,745	492	-	4,555	5,047
Professional fees and contract services	16,974	35	17,009	101	-	235,286	235,387
Legal fees	16,440	-	16,440	406	-	3,764	4,170
Interest expense	280	-	280	37	-	340	377
Supplies	4,458	2	4,460	960	-	3,859	4,819
Telephone and telegraph	1,875	-	1,875	990	-	12,746	13,736
Postage and shipping	498	-	498	62	-	806	868
Rent	6,789	-	6,789	3,084	-	14,339	17,423
Other occupancy expenses	6,966	-	6,966	1,334	-	8,176	9,510
Local transportation	109,232	1,734	110,966	3,961	-	49,600	53,561
Conferences, meetings and seminars	529	-	529	1,429	-	6,072	7,501
Specific assistance to individuals	687	200	887	69	-	12,476	12,545
Membership dues	1,357	-	1,357	193	-	1,710	1,903
Equipment purchase	287	-	287	29	-	6,562	6,591
Equipment rental	3,063	-	3,063	988	-	2,145	3,133
In-kind contributions	205	-	205	-	-	3,283	3,283
Printing expense	881	-	881	106	-	2,560	2,666
Miscellaneous expenses	2,811	-	2,811	164	-	3,517	3,681
<b>Total expenses before depreciation and distribution</b>	<b>638,431</b>	<b>4,225</b>	<b>642,656</b>	<b>80,679</b>	<b>29,139</b>	<b>728,462</b>	<b>838,280</b>
Depreciation	688	-	688	232	-	543	775
<b>Total expenses before distribution</b>	<b>639,119</b>	<b>4,225</b>	<b>643,344</b>	<b>80,911</b>	<b>29,139</b>	<b>729,005</b>	<b>839,055</b>
Distribution of management and general	53,850	-	53,850	7,154	-	64,062	71,216
<b>Total expenses</b>	<b>692,969</b>	<b>4,225</b>	<b>697,194</b>	<b>88,065</b>	<b>29,139</b>	<b>793,067</b>	<b>910,271</b>
<b>Revenue over (under) expenses</b>	<b>\$ (82,142)</b>	<b>\$ 18,182</b>	<b>\$ (63,960)</b>	<b>\$ (51,881)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (51,881)</b>

One Hope United

Schedule of Program Revenue and Expenses - Counseling  
Year Ended June 30, 2010

	ECHO	FCS Cook	DFI Mt. Vernon	Youth & Communities	OHU HR Intact Family	OHU HR Foster Grandparents	OHU NR Foster Grandparents	OHU NR Comprehensive Counseling	OHU HR Comprehensive Counseling	Interstate Home Study	Family Counseling Cook	Misc Counseling Cook	LAN Kenwood	Intact Counseling	OHU NR Adoption Preservation	Extended Family Services	Sexual Abuse Treatment	Miscellaneous Services E. & W. Lake	Lake Cook
Public Support and Revenue:																			
Dept. of Children and Family Services - Illinois	\$ -	\$ 32,491	\$ -	\$ -	\$ 115,590	\$ -	\$ -	\$ 63,297	\$ 35,920	\$ 6,826	\$ 166,407	\$ 17	\$ 47,735	\$ 36,127	\$ 767,000	\$ 11,790	\$ -	\$ 23,831	\$ -
Dept. of Human Services - Illinois	181,545	-	22,662	177,360	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other Government Funding	-	-	-	(1,047)	-	431,977	58,924	-	-	-	-	-	(1,226)	-	(62,886)	-	77,040	86	-
Program service fees	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	137,704	-	804,766
Contributions and bequests	60,515	-	-	-	-	1,561	(618)	-	-	-	-	14,169	-	805	-	-	-	-	-
In-kind contributions	3,045	1,505	44	111	-	12,437	770	580	7	-	1,380	-	1,100	3,100	-	-	600	-	-
United Way Agencies	-	-	8,000	-	-	12,651	-	-	-	-	-	-	-	-	-	-	-	-	-
Rental income	-	-	40	274	-	299	-	-	-	-	-	-	-	-	-	-	-	-	6,430
Miscellaneous	-	-	-	-	-	20	-	-	166	500	-	7,853	-	-	51	-	10	3,067	13,028
<b>Total public support and revenue</b>	<b>245,105</b>	<b>33,996</b>	<b>30,746</b>	<b>176,698</b>	<b>115,590</b>	<b>458,945</b>	<b>59,076</b>	<b>63,877</b>	<b>36,093</b>	<b>7,326</b>	<b>167,787</b>	<b>22,039</b>	<b>47,609</b>	<b>40,032</b>	<b>704,165</b>	<b>11,790</b>	<b>215,354</b>	<b>26,984</b>	<b>824,224</b>
Expenses:																			
Salaries	142,559	24,816	20,010	93,976	59,343	120,494	36,927	67,015	33,707	-	131,242	3,427	28,301	21,838	440,348	5,335	124,412	22,452	409,537
Salary-related expenses	29,107	5,067	3,262	17,267	9,561	20,368	7,204	13,183	6,962	-	30,891	953	5,428	4,497	100,104	991	23,784	4,265	31,818
<b>Total salaries and related expenses</b>	<b>171,666</b>	<b>29,883</b>	<b>23,272</b>	<b>111,243</b>	<b>68,904</b>	<b>140,862</b>	<b>44,131</b>	<b>80,198</b>	<b>40,669</b>	<b>-</b>	<b>162,133</b>	<b>4,380</b>	<b>33,729</b>	<b>26,335</b>	<b>540,452</b>	<b>6,326</b>	<b>148,196</b>	<b>26,717</b>	<b>441,355</b>
Professional liability insurance	1,029	163	137	950	442	1,925	702	367	312	-	929	38	189	184	2,733	69	853	133	13,558
Bad debt expense	856	137	162	1,088	498	1,622	332	282	301	-	750	32	155	155	2,276	77	708	113	-
Professional fees and contract services	41	6	33	325	2,381	521	24	281	121	-	428	269	30	7	127	15	13,417	305	170,574
Legal fees	761	122	134	899	412	1,340	296	251	249	-	667	28	138	137	2,025	64	630	100	-
Interest expense	65	10	12	81	37	121	25	1,340	217	-	53	2	41	12	172	6	191	9	-
Supplies	1,430	583	145	1,589	628	4,559	279	493	513	-	861	22	984	81	2,921	22	4,532	76	23,012
Telephone and telegraph	4,062	552	170	1,695	241	2,636	397	1,584	1,169	-	3,695	43	581	633	13,550	166	3,248	24	15,483
Postage and shipping	104	15	86	701	69	1,669	41	217	182	17	87	158	62	17	1,175	10	348	6	1,531
Rent	18,838	2,403	590	5,077	333	16,040	16	3,725	201	-	15,519	51	1,839	2,791	50,809	52	11,641	6	89,294
Other occupancy expenses	5,072	712	439	4,450	1,326	6,446	1,153	1,598	1,343	-	4,319	93	437	829	10,986	104	2,328	160	13,405
Local transportation	10,432	1,436	2,153	16,747	8,747	8,075	880	2,939	4,281	2	7,284	63	2,401	1,104	16,958	410	4,681	2,003	-
Conferences, meetings and seminars	261	17	26	4,241	63	816	27	58	47	-	241	1,177	27	178	916	11	744	17	-
Specific assistance to individuals	2	1	15	78	6,841	241,125	14,625	20	30	-	1	917	103	1	8,001	5,732	858	40	-
Membership dues	343	55	60	416	249	768	133	148	108	-	301	13	62	62	914	28	372	45	-
Equipment purchase	2,090	538	10	6,030	147	105	7	47	99	-	80	1,991	32	15	118	250	181	2	8,310
Equipment rental	1,964	251	124	2,321	210	2,965	210	1,797	500	-	1,625	10	578	296	6,472	15	3,260	9	-
In-kind contributions	3,045	1,505	44	111	-	12,438	770	580	7	-	1,380	-	1,100	3,100	-	-	600	-	-
Printing expense	408	53	44	290	183	570	65	170	92	-	354	6	83	67	1,636	20	442	20	1,832
Miscellaneous expenses	370	49	110	781	324	22,795	407	239	106	-	631	43	154	64	796	43	811	49	-
<b>Total expenses before depreciation and distribution</b>	<b>222,839</b>	<b>38,491</b>	<b>27,766</b>	<b>159,093</b>	<b>92,035</b>	<b>467,398</b>	<b>64,520</b>	<b>96,334</b>	<b>50,547</b>	<b>19</b>	<b>201,338</b>	<b>9,336</b>	<b>42,745</b>	<b>36,068</b>	<b>663,037</b>	<b>13,420</b>	<b>198,041</b>	<b>29,834</b>	<b>778,354</b>
Depreciation	2,937	198	42	705	1,164	1,109	1,149	1,690	1,091	-	1,110	8	160	201	9,296	12	871	40	789
<b>Total expenses before distribution</b>	<b>225,776</b>	<b>38,689</b>	<b>27,808</b>	<b>159,798</b>	<b>93,199</b>	<b>468,507</b>	<b>65,669</b>	<b>98,024</b>	<b>51,638</b>	<b>19</b>	<b>202,448</b>	<b>9,344</b>	<b>42,905</b>	<b>36,269</b>	<b>672,333</b>	<b>13,432</b>	<b>198,912</b>	<b>29,874</b>	<b>779,143</b>
Distribution of management and general	20,640	3,390	2,414	16,392	6,863	23,712	7,937	6,628	4,225	-	18,339	796	3,622	3,775	54,812	1,213	16,972	2,581	12,000
<b>Total expenses</b>	<b>246,416</b>	<b>42,079</b>	<b>30,222</b>	<b>176,190</b>	<b>100,062</b>	<b>492,219</b>	<b>73,606</b>	<b>104,652</b>	<b>55,863</b>	<b>19</b>	<b>220,787</b>	<b>10,140</b>	<b>46,527</b>	<b>40,044</b>	<b>727,145</b>	<b>14,645</b>	<b>215,884</b>	<b>32,455</b>	<b>791,143</b>
Change in unrestricted net assets	(1,311)	(8,083)	524	508	15,528	(33,274)	(14,530)	(40,775)	(19,770)	7,307	(53,000)	11,899	1,082	(12)	(22,980)	(2,855)	(530)	(5,471)	33,081
Changes in temporarily restricted net assets:																			
Contributions	-	-	-	-	-	-	-	-	-	-	10,000	-	-	-	-	-	-	-	-
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in temporarily restricted net assets	-	-	-	-	-	-	-	-	-	-	-	10,000	-	-	-	-	-	-	-
<b>Change in net assets</b>	<b>\$ (1,311)</b>	<b>\$ (8,083)</b>	<b>\$ 524</b>	<b>\$ 508</b>	<b>\$ 15,528</b>	<b>\$ (33,274)</b>	<b>\$ (14,530)</b>	<b>\$ (40,775)</b>	<b>\$ (19,770)</b>	<b>\$ 7,307</b>	<b>\$ (53,000)</b>	<b>\$ 21,899</b>	<b>\$ 1,082</b>	<b>\$ (12)</b>	<b>\$ (22,980)</b>	<b>\$ (2,855)</b>	<b>\$ (530)</b>	<b>\$ (5,471)</b>	<b>\$ 33,081</b>

One Hope United

Schedule of Program Revenue and Expenses - Counseling (continued)  
Year Ended June 30, 2010

	Intact Family East Lake	Intact Family Cook	Intact Family Southern	Intact Family Charleston	CCBYS Lake	CCBYS Hudson	OHU HR Strengthening Families	East Lake Counseling	Kenwood Comm Dvlp	Healthy Families	UDIS	OHU HR Adoption Preservation	SOC Cook	SOC Downstate	Redeploy IL St. Clair	MST/Juv. Just Mt. Vernon	CARE Day-Treatment	Education Works Olney
Public Support and Revenue:																		
Dept. of Children and Family Services - Illinois	\$ 323,276	\$ 1,237,085	\$ 245,430	\$ 104,987	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 77,000	\$ 620,985	\$ 470,573	\$ -	\$ -	\$ -	\$ 54,970
Dept. of Human Services - Illinois	-	-	-	-	144,884	252,014	-	-	-	162,300	181,002	-	-	-	-	-	-	-
Other Government Funding	-	-	-	-	(8,632)	9,454	-	138,603	-	-	(20,708)	(3,491)	(8,077)	(84,328)	-	109,460	820,111	(727)
Program service fees	-	-	-	-	-	-	-	16,597	-	-	-	-	-	-	-	1,610	-	-
Contributions and bequests	-	-	1,000	-	1,000	825	1,500	8,200	-	-	-	-	1,000	-	-	-	8,955	-
In-kind contributions	2,725	9,420	1,375	16	-	3,495	-	1,100	-	13,305	880	6	3,470	4,040	12	159	4,032	-
United Way Agencies	-	-	-	-	15,000	11,088	-	11,010	-	-	-	-	-	2,409	-	-	-	-
Rental income	-	-	16	-	-	100	-	-	-	-	-	-	-	-	100	263	-	-
Miscellaneous	-	-	36	374	44,300	36	-	2,304	-	-	83	153	408	319	51,951	20,481	-	-
<b>Total public support and revenue</b>	<b>326,001</b>	<b>1,246,505</b>	<b>247,857</b>	<b>105,377</b>	<b>196,552</b>	<b>277,012</b>	<b>1,500</b>	<b>177,814</b>	<b>-</b>	<b>175,605</b>	<b>161,257</b>	<b>73,668</b>	<b>616,786</b>	<b>394,013</b>	<b>52,063</b>	<b>131,973</b>	<b>833,098</b>	<b>54,243</b>
Expenses:																		
Salaries	223,564	710,697	131,846	47,104	121,563	124,247	-	106,211	-	105,775	113,109	34,855	325,793	213,874	17,392	61,329	542,174	32,171
Salary-related expenses	41,200	164,858	24,244	7,178	24,768	22,735	-	20,108	-	20,066	22,878	9,337	75,105	40,666	3,024	11,495	128,481	7,390
<b>Total salaries and related expenses</b>	<b>264,764</b>	<b>875,555</b>	<b>156,090</b>	<b>54,282</b>	<b>146,331</b>	<b>146,982</b>	<b>-</b>	<b>126,319</b>	<b>-</b>	<b>125,841</b>	<b>135,987</b>	<b>44,192</b>	<b>400,898</b>	<b>254,540</b>	<b>20,416</b>	<b>72,824</b>	<b>670,655</b>	<b>39,561</b>
Professional liability insurance	1,251	4,776	2,041	704	804	1,964	-	883	-	688	544	394	2,371	3,039	165	474	5,154	259
Bad debt expense	1,037	3,958	1,377	679	664	1,272	-	650	-	570	454	410	1,897	2,312	184	543	2,814	306
Professional fees and contract services	125	377	556	272	1,745	20,826	-	2,204	-	44	178	7,973	42,108	938	3,449	6,765	28,119	128
Legal fees	923	3,521	1,138	561	591	1,051	-	579	-	507	404	339	1,688	1,910	152	449	3,723	253
Interest expense	280	283	103	466	183	95	-	4,448	-	42	108	218	135	675	14	40	645	23
Supplies	1,660	4,673	2,057	1,628	451	3,328	-	1,311	-	3,429	548	518	8,583	4,926	451	756	19,705	710
Telephone and telegraph	3,692	16,147	4,205	2,755	1,270	6,234	-	3,006	-	2,114	507	1,127	9,466	9,062	402	746	7,370	1,290
Postage and shipping	84	442	648	408	53	1,300	-	571	-	36	35	189	288	1,710	179	441	1,393	69
Rent	50	71,815	8,509	453	32	4,992	-	9,393	-	28	22	273	45,944	13,492	1,406	2,463	137	1,554
Other occupancy expenses	5,376	21,171	6,793	2,996	2,210	8,044	-	4,247	-	3,708	1,918	1,421	10,597	12,609	1,113	2,092	22,563	1,250
Local transportation	10,710	52,828	24,370	14,133	5,388	20,836	500	6,262	-	6,444	5,535	4,920	18,783	21,700	3,325	12,616	8,794	6,525
Conferences, meetings and seminars	278	1,756	269	106	182	1,359	1,000	210	-	29	190	1,068	717	3,215	31	193	1,646	181
Specific assistance to individuals	44	6,516	4,869	1,131	101	3,282	-	96	-	117	417	6,039	3,674	839	5	53	7,302	800
Membership dues	545	1,588	621	244	374	696	-	342	-	554	239	148	762	1,058	72	208	1,429	150
Equipment purchase	20	5,628	185	224	11	8,887	-	79	-	12	8	95	3,579	1,892	31	54	790	10
Equipment rental	1,157	7,636	1,724	1,095	349	2,564	-	3,429	-	774	304	497	3,808	5,741	571	564	4,695	693
In-kind contributions	2,725	9,420	1,374	16	-	3,495	-	1,100	-	13,305	880	6	3,470	4,040	12	159	4,032	-
Printing expense	710	1,778	562	206	190	651	-	284	-	363	204	114	774	844	46	145	1,608	83
Miscellaneous expenses	635	2,028	1,096	237	380	2,351	-	457	-	193	280	133	865	3,947	132	387	2,346	279
<b>Total expenses before depreciation and distribution</b>	<b>296,066</b>	<b>1,091,896</b>	<b>218,587</b>	<b>82,596</b>	<b>161,309</b>	<b>240,209</b>	<b>1,500</b>	<b>165,870</b>	<b>-</b>	<b>158,798</b>	<b>148,762</b>	<b>70,074</b>	<b>560,407</b>	<b>348,489</b>	<b>32,156</b>	<b>101,972</b>	<b>794,920</b>	<b>54,124</b>
Depreciation	3,513	10,795	342	2,759	729	2,828	-	6,622	-	2,162	571	984	9,272	5,726	308	322	10,123	145
<b>Total expenses before distribution</b>	<b>299,579</b>	<b>1,102,691</b>	<b>218,929</b>	<b>85,355</b>	<b>162,038</b>	<b>243,037</b>	<b>1,500</b>	<b>172,492</b>	<b>-</b>	<b>160,960</b>	<b>149,333</b>	<b>71,058</b>	<b>569,679</b>	<b>354,215</b>	<b>32,464</b>	<b>102,294</b>	<b>805,043</b>	<b>54,269</b>
Distribution of management and general	24,964	94,844	19,493	9,882	15,975	18,028	-	16,140	-	13,592	11,091	5,876	46,557	34,403	2,885	8,176	67,875	4,231
<b>Total expenses</b>	<b>324,543</b>	<b>1,197,535</b>	<b>238,422</b>	<b>95,237</b>	<b>178,013</b>	<b>261,065</b>	<b>1,500</b>	<b>188,632</b>	<b>-</b>	<b>174,552</b>	<b>160,424</b>	<b>76,934</b>	<b>616,236</b>	<b>388,618</b>	<b>35,349</b>	<b>110,470</b>	<b>872,918</b>	<b>58,500</b>
Change in unrestricted net assets	1,458	48,970	9,435	10,140	18,539	15,947	-	(10,818)	-	1,053	833	(3,266)	550	5,395	16,714	21,503	(39,820)	(4,257)
Changes in temporarily restricted net assets:																		
Contributions	-	-	-	-	-	-	-	-	15,000	-	-	-	-	-	-	-	-	-
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in temporarily restricted net assets	-	-	-	-	-	-	-	-	15,000	-	-	-	-	-	-	-	-	-
<b>Change in net assets</b>	<b>\$ 1,458</b>	<b>\$ 48,970</b>	<b>\$ 9,435</b>	<b>\$ 10,140</b>	<b>\$ 18,539</b>	<b>\$ 15,947</b>	<b>\$ -</b>	<b>\$ (10,818)</b>	<b>\$ 15,000</b>	<b>\$ 1,053</b>	<b>\$ 833</b>	<b>\$ (3,266)</b>	<b>\$ 550</b>	<b>\$ 5,395</b>	<b>\$ 16,714</b>	<b>\$ 21,503</b>	<b>\$ (39,820)</b>	<b>\$ (4,257)</b>

One Hope United

Schedule of Program Revenue and Expenses - Counseling (continued)  
Year Ended June 30, 2010

	MST Lake	Total Cook MST	MST 16th Circuit	FFT/MST	YSOS Court	Education Works Effingham	FFT Missouri	WINGS	WINGS CPS	Parent Group	SASS LAN 8	SS Stability	U.W. Success by 6	Parent Aide	Madison Cty Redeploy	4th Circuit Redeploy	Total Counseling
Public Support and Revenue:																	
Dept. of Children and Family Services - Illinois	\$ -	\$ 68,400	\$ -	\$ 137,238	\$ -	\$ 81,600	\$ -	\$ -	\$ -	\$ -	\$ 447,318	\$ 68,044	\$ -	\$ -	\$ -	\$ -	\$ 5,243,937
Dept. of Human Services - Illinois	-	-	-	-	-	-	-	-	-	-	3,981	-	-	-	-	-	1,125,748
Other Government Funding	122,649	442,035	57,644	-	177,500	(11,601)	97,784	-	228,788	-	-	(949)	-	37,077	-	149,820	2,755,280
Program service fees	-	-	-	-	-	-	-	-	-	-	-	-	-	789	-	-	961,466
Contributions and bequests	-	-	-	-	1,000	-	-	56,075	23,605	27,575	-	-	-	-	-	-	207,167
In-kind contributions	1,345	1,260	-	60	-	669	-	868	5,305	3,796	315	9	26,245	500	2	14	109,102
United Way Agencies	-	-	-	-	-	-	-	17,520	-	10,014	-	-	160,364	-	-	-	248,056
Rental income	-	-	-	170	-	-	-	-	-	-	990	-	-	-	24	124	8,830
Miscellaneous	-	-	-	-	915	73	-	-	-	-	20	220	-	14,547	77,945	-	238,860
<b>Total public support and revenue</b>	<b>123,994</b>	<b>511,695</b>	<b>57,644</b>	<b>137,468</b>	<b>179,415</b>	<b>70,741</b>	<b>97,784</b>	<b>74,463</b>	<b>257,698</b>	<b>41,385</b>	<b>452,624</b>	<b>67,324</b>	<b>186,609</b>	<b>52,913</b>	<b>77,971</b>	<b>149,958</b>	<b>10,898,446</b>
Expenses:																	
Salaries	93,869	313,279	16,763	49,095	93,284	38,647	45,751	32,000	132,500	32,243	297,165	42,661	105,184	47,989	37,171	67,968	6,143,012
Salary-related expenses	20,937	67,554	4,788	8,200	17,478	7,814	8,240	5,999	28,567	6,354	53,404	5,232	23,886	7,295	4,366	11,688	1,220,047
<b>Total salaries and related expenses</b>	<b>114,806</b>	<b>380,833</b>	<b>21,551</b>	<b>57,295</b>	<b>110,762</b>	<b>46,461</b>	<b>53,991</b>	<b>37,999</b>	<b>161,067</b>	<b>38,597</b>	<b>350,569</b>	<b>47,893</b>	<b>129,070</b>	<b>55,284</b>	<b>41,537</b>	<b>79,656</b>	<b>7,363,059</b>
Professional liability insurance	815	2,119	-	500	871	285	184	162	890	202	1,733	385	737	349	267	471	60,194
Bad debt expense	646	1,710	-	568	921	348	235	133	746	162	2,073	371	602	411	336	594	38,527
Professional fees and contract services	17,920	40,814	5,025	3,945	586	110	5,537	11	180	2,245	7,408	153	45	1,313	1,624	5,428	397,056
Legal fees	573	1,664	-	469	761	288	194	118	663	144	1,713	306	536	340	277	490	34,578
Interest expense	186	126	-	42	69	26	18	10	53	10	155	261	39	30	25	44	11,246
Supplies	782	703	68	575	1,460	1,003	589	326	2,113	174	2,757	698	934	2,699	186	516	113,047
Telephone and telegraph	1,202	9,983	-	548	2,234	946	1,000	595	4,108	340	2,236	1,470	1,733	1,499	304	342	147,862
Postage and shipping	64	331	-	319	141	288	462	8	97	10	1,492	248	42	107	134	186	18,270
Rent	31	34,945	-	2,071	6,803	1,661	3,143	6	19,919	8	6,974	248	29	4,604	871	897	461,998
Other occupancy expenses	3,098	5,535	-	1,782	2,957	711	970	1,016	4,912	642	7,299	1,681	3,107	1,754	936	1,778	201,486
Local transportation	9,187	19,502	1,229	9,344	5,564	4,903	8,792	2,153	6,655	1,452	40,085	5,239	4,046	12,223	6,683	12,464	463,786
Conferences, meetings and seminars	261	1,195	-	513	2,979	2,966	2,953	7	405	15	1,531	60	(76)	2,268	86	1,692	38,152
Specific assistance to individuals	3	30	129	23	545	1,053	3	27	1,543	59	268	589	105	152	29	19	318,252
Membership dues	339	686	-	216	364	194	101	53	299	65	806	134	242	331	130	277	17,364
Equipment purchase	13	274	-	484	65	2,088	1,983	3	2,090	3	216	131	11	866	551	941	51,276
Equipment rental	571	2,821	-	565	2,355	421	915	218	1,938	118	1,802	622	613	1,637	502	260	73,566
In-kind contributions	1,345	1,260	-	60	-	669	-	868	5,305	3,796	315	9	26,245	500	2	14	109,102
Printing expense	185	939	-	186	199	158	51	125	415	168	662	115	402	90	87	163	18,842
Miscellaneous expenses	403	300	-	374	366	658	435	212	1,364	619	2,561	132	316	199	228	833	52,498
<b>Total expenses before depreciation and distribution</b>	<b>152,430</b>	<b>505,770</b>	<b>28,002</b>	<b>79,879</b>	<b>140,002</b>	<b>65,237</b>	<b>81,556</b>	<b>44,050</b>	<b>214,762</b>	<b>48,829</b>	<b>432,655</b>	<b>60,745</b>	<b>168,778</b>	<b>86,656</b>	<b>54,795</b>	<b>107,065</b>	<b>9,990,161</b>
Depreciation	2,072	13,438	276	1,807	546	38	55	653	3,190	327	1,789	1,583	2,353	193	291	450	108,834
<b>Total expenses before distribution</b>	<b>154,502</b>	<b>519,208</b>	<b>28,278</b>	<b>81,686</b>	<b>140,548</b>	<b>65,275</b>	<b>81,611</b>	<b>44,703</b>	<b>217,952</b>	<b>49,156</b>	<b>434,444</b>	<b>62,328</b>	<b>171,131</b>	<b>86,849</b>	<b>55,086</b>	<b>107,515</b>	<b>10,098,995</b>
Distribution of management and general	15,431	41,897	-	8,558	13,112	4,838	3,138	3,204	17,657	4,044	29,011	5,173	14,233	5,426	4,697	7,954	778,696
<b>Total expenses</b>	<b>169,933</b>	<b>561,105</b>	<b>28,278</b>	<b>90,244</b>	<b>153,660</b>	<b>70,113</b>	<b>84,749</b>	<b>47,907</b>	<b>235,609</b>	<b>53,200</b>	<b>463,455</b>	<b>67,501</b>	<b>185,364</b>	<b>92,275</b>	<b>59,783</b>	<b>115,469</b>	<b>10,877,691</b>
Change in unrestricted net assets	(45,939)	(49,410)	29,366	47,224	25,755	628	13,035	26,556	22,089	(11,815)	(10,831)	(177)	1,245	(39,362)	18,188	34,489	20,755
Changes in temporarily restricted net assets:																	
Contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,000
Net assets released from restrictions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in temporarily restricted net assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	25,000
<b>Change in net assets</b>	<b>\$ (45,939)</b>	<b>\$ (49,410)</b>	<b>\$ 29,366</b>	<b>\$ 47,224</b>	<b>\$ 25,755</b>	<b>\$ 628</b>	<b>\$ 13,035</b>	<b>\$ 26,556</b>	<b>\$ 22,089</b>	<b>\$ (11,815)</b>	<b>\$ (10,831)</b>	<b>\$ (177)</b>	<b>\$ 1,245</b>	<b>\$ (39,362)</b>	<b>\$ 18,188</b>	<b>\$ 34,489</b>	<b>\$ 45,755</b>

**One Hope United**

**Schedule of Program Revenue and Expenses - Consulting  
Year Ended June 30, 2010**

	CWI	Communications CWI	Total Consulting
Public Support and Revenue:			
Miscellaneous	\$ -	\$ 5,820	\$ 5,820
Total public support and revenue	-	5,820	5,820
Expenses:			
Legal	900	-	900
Audit fees	800	-	800
Supplies	-	78	78
Postage and shipping	-	29	29
Equipment purchase	-	170	170
Total expenses	1,700	277	1,977
Revenue over (under) expenses	\$ (1,700)	\$ 5,543	\$ 3,843

**One Hope United**

**Schedule of Program Revenue and Expenses - General Fund Raising  
Year Ended June 30, 2010**

	OHU NR	OHU HR	OHU FR	OHU Fed	Total General Fund Raising
<b>Public Support and Revenue:</b>					
Contributions and bequests	\$ 449,287	\$ 110,197	\$ 132,112	\$ 14,150	\$ 705,746
Miscellaneous	714	-	-	-	714
Net assets released from restrictions	2,268	-	-	-	2,268
<b>Total public support and revenue</b>	<b>452,269</b>	<b>110,197</b>	<b>132,112</b>	<b>14,150</b>	<b>708,728</b>
<b>Expenses:</b>					
Salaries	160,940	60,789	114,253	2,454	338,436
Salary-related expenses	19,873	8,357	24,260	459	52,949
<b>Total salaries and related expenses</b>	<b>180,813</b>	<b>69,146</b>	<b>138,513</b>	<b>2,913</b>	<b>391,385</b>
Professional liability insurance	422	4	3	1	430
Professional fees and contract services	51,431	1,647	9,887	11,839	74,804
Supplies	2,576	1,014	2,064	9	5,663
Telephone and telegraph	3,155	1,304	335	59	4,853
Postage and shipping	2,379	1,221	(13)	17	3,604
Rent	7,107	2,992	9,201	374	19,674
Other occupancy expenses	10,629	5,154	3,879	430	20,092
Local transportation	7,409	5,317	2,003	38	14,767
Conferences, meetings and seminars	742	371	169	8	1,290
Membership dues	1,151	170	2	-	1,323
Equipment purchase	439	180	212	25	856
Equipment rental	2,515	499	344	60	3,418
Printing expense	10,321	5,546	9,033	-	24,900
Miscellaneous expenses	42,424	1,661	40,813	175	85,073
<b>Total expenses before depreciation and distribution</b>	<b>323,513</b>	<b>96,226</b>	<b>216,445</b>	<b>15,948</b>	<b>652,132</b>
Depreciation	5,398	1,299	684	302	7,683
<b>Total expenses</b>	<b>328,911</b>	<b>97,525</b>	<b>217,129</b>	<b>16,250</b>	<b>659,815</b>
<b>Change in unrestricted net assets</b>	<b>123,358</b>	<b>12,672</b>	<b>(85,017)</b>	<b>(2,100)</b>	<b>48,913</b>
<b>Changes in temporarily restricted net assets:</b>					
Contributions	460	-	-	-	460
Net assets released from restrictions	(2,268)	-	-	-	(2,268)
<b>Change in temporarily restricted net assets</b>	<b>(1,808)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,808)</b>
<b>Change in net assets</b>	<b>\$ 121,550</b>	<b>\$ 12,672</b>	<b>\$ (85,017)</b>	<b>\$ (2,100)</b>	<b>\$ 47,105</b>

# **One Hope United**

Single Audit Report  
(Including State of Florida Projects)  
Year Ended June 30, 2010



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**Independent Auditor's Report on Internal Control  
Over Financial Reporting and on Compliance and Other Matters  
Based on an Audit of Financial Statements Performed  
in Accordance with *Government Auditing Standards***

To the Board of Directors  
One Hope United  
Lake Villa, Illinois

We have audited the consolidated financial statements of One Hope United as of and for the year ended June 30, 2010, and have issued our report thereon dated January 10, 2011. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control over Financial Reporting**

In planning and performing our audit, we considered One Hope United's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of One Hope United's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of One Hope United's internal control over financial reporting.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether One Hope United's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Directors and its audit committee, others within the entity, the State of Florida, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

*McGladrey & Pullen, LLP*

Chicago, Illinois  
January 10, 2011



**Independent Auditor's Report on Compliance With Requirements That Could Have a Direct and Material Effect on Each Major Federal Award Program and State Project and Internal Control Over Compliance in Accordance with OMB Circular A-133 and State of Florida Chapter 10.650, *Rules of the Auditor General***

To the Board of Directors  
One Hope United  
Lake Villa, Illinois

**Compliance**

We have audited the compliance of One Hope United with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* and the requirements described in the Executive Office of the Governor's State Project Compliance Supplement that could have a direct and material effect on each of One Hope United's major federal programs and state projects for the year ended June 30, 2010. One Hope United's major federal programs and state projects are identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs and state projects are the responsibility of One Hope United's management. Our responsibility is to express an opinion on One Hope United's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; OMB Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*; and the State of Florida Chapter 10.650, *Rules of the Auditor General*. Those standards, OMB Circular A-133, and State of Florida Chapter 10.650, *Rules of the Auditor General* require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program and state project occurred. An audit includes examining, on a test basis, evidence about One Hope United's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of One Hope United's compliance with those requirements.

In our opinion, One Hope United complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs and state projects for the year ended June 30, 2010.

## **Internal Control Over Compliance**

Management of One Hope United is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs and state projects. In planning and performing our audit, we considered One Hope United's internal control over compliance with requirements that could have a direct and material effect on a major federal program or state project to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133 and State of Florida Chapter 10.650, *Rules of the Auditor General*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of One Hope United's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program or state project on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program or state project will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

## **Schedules of Expenditures of Federal Awards and State Financial Assistance**

We have audited the basic consolidated financial statements of One Hope United as of and for the year ended June 30, 2010, and have issued our report thereon dated January 10, 2011. Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance are presented for purposes of additional analysis as required by OMB Circular A-133, and the State of Florida Chapter 10.650, *Rules of the Auditor General* and is not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

This report is intended solely for the information and use of management, the Board of Directors and its audit committee, others within the entity, the State of Florida, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*McGladrey & Pullen, LLP*

Chicago, Illinois  
January 10, 2011

**One Hope United  
Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2010**

Federal Grantor/ Program Title Pass Through Grantor	Federal CFDA #	Grant or Contract #	Expenditures of Federal Awards
<b>United States Department of Agriculture</b>			
Illinois State Board of Education	10.550	ISBE-HR	\$ 658 *
School Breakfast Program passed through: Illinois State Board of Education	10.553	ISBE-HR ISBE-NR	12,876 10,995 <u>23,871</u>
National School Lunch Program passed through: Illinois State Board of Education	10.555	ISBE-HR ISBE-NR	10,526 15,677 <u>26,203</u>
Child & Adult Care Food Program passed through: Illinois State Board of Education	10.558	ISBE	<u>587,497</u>
<b>Total United States Department of Agriculture</b>			<b><u>638,229</u></b>
<b>United States Department of Justice</b>			
Edward Byrne Memorial Formula Grant Program passed through: Kane County	16.523	Contract	4,313
ARRA - Delinquency Intervention passed through: Illinois Department of Human Services	16.803	Contract	145,822
<b>Total United States Department of Justice</b>			<b><u>150,135</u></b>
<b>United States Department of Education</b>			
Title I Grants to Local Education Agencies passed through: Centralia City Schools	84.010	Contract	28,464
ARRA - Rehabilitation Services - Vocational Rehabilitation Grants to States, Recovery Act passed through: Chicago Public Schools	84.390	Contract	1,052,788
<b>Total United States Department of Education</b>			<b><u>1,081,252</u></b>

**One Hope United**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2010**

Federal Grantor/ Program Title Pass Through Grantor	Federal CFDA #	Grant or Contract #	Expenditures of Federal Awards
<b>United States Department of Health and Human Services</b>			
Enhance the Safety of Children Affected by Parental Methamphetamine or Other Substance Abuse passed through:			
ACYP/Children's Bureau	93.087	90CU0007	\$ 825,000
Corporation for National Service		Contract	849,345
			<u>1,674,345</u>
Substance Abuse and Mental Health Services - Title V passed through:			
Cra-Wa-La-Volunteers	93.243	1 H79 SN568528-01	20,455
Corporation for National Service		1 H79S M058546-01	126,901
			<u>147,356</u>
Promoting Safe and Stable Families -Title IV-B passed through:			
Illinois Department of Children and Family Services	93.556	0040190039	2,994
		0040190030	11,976
		0040190049	2,038
		0040190040	6,113
		0040193019	486
		0040193159	13,167
		0040193150	60,576
		0040194039	257
		0040194030	144
		0040194129	13,013
		0040194120	35,593
		0040194259	14,135
		0040194250	17,421
		0040194279	57
		0040194270	12,212
		0040194289	87,747
		0040194280	205,335
		0100528029	3,782
		0100528020	7,548
		0100530020	20,471
		0100530030	13,791
		0100530040	17,058
		0100535029	1,753
		0100535020	26,405
		0100536099	4,464
		0100536090	23,400
		0100537029	36,594
		0100537020	124,820
		0100537040	394
		0100538059	11,049
		0100538050	50,664
Heartland For Children		FKHCM1	3,393
Our Kids of Miami Dade/Monroe, Inc.		Contract	61,639
Family Services of Metro Orlando		CM902	15,723
			<u>906,212</u>

**One Hope United**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2010**

Federal Grantor/ Program Title Pass Through Grantor	Federal CFDA #	Grant or Contract #	Expenditures of Federal Awards
<b>United States Department of Health and Human Services (continued)</b>			
Healthy Families -Temporary Assistance for Needy Families -Title IV-A Block Grant passed through:			
Illinois Department of Human Services	93.558	10C8002512	\$ 134,426
Heartland For Children		FKHCM1	440,498
Family Services of Metro Orlando		CM902	549,166
Our Kids of Miami-Dade/Monroe, Inc.		Contract	822,061
Kenosha County Department of Social Services		Contract	8,937
			<u>1,955,088</u>
Child Care and Development Fund Cluster passed through:			
Illinois Department of Human Services			
Child Care and Development Block Grant	93.575	10C8002512	430,424
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596	10C8002512	2,926,285
ARRA - Child Care and Development Block Grant	93.713	10C8002512	5,479
			<u>3,362,188</u>
Head Start Cluster passed through:			
Riverbend			
Headstart	93.600	Contract	289
The Ounce of Prevention Fund			
Head Start	93.600	Head Start	1,057,594
ARRA - Head Start	93.708	Contract	27,416
			<u>1,085,299</u>
Omni Youth Services	93.623	Contract	<u>44,300</u>
Child Welfare Services-Title IV-B passed through:			
Family Services of Metro Orlando	93.645	CM902	103,320
Heartland For Children		FKHCM1	91,641
Our Kids of Miami Dade/Monroe, Inc.		Contract	171,059
			<u>366,020</u>
Foster Care-Title IV-E passed through:			
Heartland For Children	93.658	FKHCM1	737,949
Family Services of Metro Orlando		CM902	1,152,637
Our Kids of Miami-Dade/Monroe, Inc.		Contract	2,218,917
			<u>4,109,503</u>
Adoption Assistance - Title IV-E passed through:			
Family Services of Metro Orlando	93.659	CM902	210,722
Our Kids of Miami-Dade/Monroe, Inc.		Contract	506,311
Heartland For Children		FKHCM1	209,720
			<u>926,753</u>



**One Hope United**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2010**

Federal Grantor/ Program Title Pass Through Grantor	Federal CFDA #	Grant or Contract #	Expenditures of Federal Awards
<b>United States Department of Health and Human Services (continued)</b>			
Social Services Block Grant - Title XX passed through:			
County of Kenosha Wisconsin	93.667	Contract	\$ 45,455
Illinois Department of Human Services		10C8002512	238,641
Our Kids of Miami-Dade/Monroe, Inc.		Contract	537,232
			<u>821,328</u>
Child Abuse and Neglect State Grants passed through:			
Our Kids of Miami-Dade/Monroe, Inc.	93.669	Contract	<u>17,206</u>
Chafee Foster Care Independence Program passed through:			
Our Kids of Miami-Dade/Monroe, Inc.	93.674	Contract	<u>237,918</u>
<b>Total United States Department of Health and Human Services</b>			<u><u>15,653,516</u></u>
<b>Corporation for National Growth and Community Based Services</b>			
Foster Grand Parent Program			
Corporation for National Service	94.011	05SFNIL006	425,183
<b>Total Corporation for National Growth and Community Based Services</b>			<u>425,183</u>
<b>Total Expenditures of Federal Awards</b>			<u><u>\$ 17,948,315</u></u>

See Note to Schedules of Federal Awards and State Financial Assistance.

\* There was noncash assistance in the form of commodities expended in the amount of \$658.

One Hope United

Schedule of Expenditures of State Financial Assistance  
Year Ended June 30, 2010

<b>State Agency/ Program Title/ Pass Through Grantor</b>	<b>State CSFA #</b>	<b>Grant or Contract #</b>	<b>Expenditures of State Financial Assistance</b>
<b>Florida Department of Children and Families</b>			
Community Based Care Support (Family Safety) passed through:			
Heartland for Children	60.094	FKHCM1	\$ 938,509
Our Kids of Miami Dade/Monroe, Inc.		Contract	3,259,168
<b>Total Florida Department of Children and Family Services</b>			<u>4,197,677</u>
<b>Total Expenditures of State Financial Assistance</b>			<u>\$ 4,197,677</u>

See Note to Schedules of Expenditures of Federal Awards and State Financial Assistance

## One Hope United

### Note to Schedules of Expenditures of Federal Awards and State Financial Assistance

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#### **Note 1. Summary of Significant Accounting Policies**

The accompanying Schedules of Expenditures of Federal Awards and State Financial Assistance (the "Schedules") include all of the federal grant activity and state projects for One Hope United and are presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and the State of Florida Chapter 10.650, *Rules of the Auditor General*. Therefore, some amounts presented in the Schedules may differ from amounts presented in, or used in the preparation of, the consolidated financial statements. No funds were identified as having been provided to subrecipients by One Hope United under the meaning of Sections 105 and 210 of OMB Circular A-133, or the State of Florida Chapter 10.650 and, accordingly, no funds identified in the Schedules are attributable to subrecipient entities as required under Section 310(b) of OMB Circular A-133 or the State of Florida Chapter 10.650. There were no federal awards expended for insurance or any loans or loan guarantees outstanding at year-end.

One Hope United allocates indirect costs to each program based on the percentage of program expenses to agency-wide expenses.

**Basis of accounting:** The Schedules have been prepared using the accrual basis of accounting.

The Schedules include total federal and state awards expended by One Hope United for each individual federal program and state project. Such awards expended are determined based on the requirements set forth under Section 205 of Subpart B of OMB Circular A-133 and under the State of Florida Chapter 10.650.

**One Hope United**

**Schedule of Findings and Questioned Costs  
Year Ended June 30, 2010**

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**I. Summary of Auditor's Results**

*Financial Statements*

Type of auditor's report issued: Unqualified.

Internal control over financial reporting:

Material weakness(es) identified  Yes  No  
 Significant deficiency (ies) identified that are  
 not considered to be material weakness(es)?  Yes  None Reported  
 Noncompliance material to financial statements  
 noted?  Yes  No

*Federal Awards and State Projects*

Internal control over major programs:

Material weakness(es) identified  Yes  No  
 Significant deficiency (ies) identified that are  
 not considered to be material weakness(es)?  Yes  None Reported

Type of auditor's report issued on compliance for major programs: Unqualified.

Any audit findings disclosed that are required  
 to be reported in accordance with section 510(a)  
 of Circular A-133?  Yes  No

Identification of major programs:

<u>CFDA Number(s)</u>	<u>CSFA Number</u>	<u>Name of Federal Program, Cluster or State Project</u>
10.558		Child & Adult Care Food Program
84.390		ARRA – Rehabilitation Services – Vocational Rehabilitation Grants to States, Recovery Act
93.556		Promoting Safe and Stable Families – Title IV-B
93.600/93.708		Head Start Cluster
93.658		Foster Care – Title IV-E
93.667		Social Services Block Grant – Title XX
93.575/93.596/93.713		Child Care and Development Fund Cluster
93.674		Chafee Foster Care Independence Program
	60.094	Community Based Care Support

Dollar threshold used to distinguish between:

Type A and type B federal programs \$538,449  
 Type A and type B state projects \$300,000

Auditee qualified as low-risk auditee?  Yes  No

**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended June 30, 2010**

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**II. Financial Statement Findings**

There are no findings relating to the financial statement audit required to be reported in accordance with *Government Auditing Standards*.

**III. Findings and Questioned Costs for Federal Awards**

There are no audit findings that would affect federal awards and no questioned costs for federal awards.

**IV. Findings and Questioned Costs for State Projects**

There are no audit findings that would affect state projects and no questioned costs for state projects.

**One Hope United**

**Summary Schedule of Prior Audit Findings  
Year Ended June 30, 2010**

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There were no findings in the prior year audit.



McGladrey & Pullen, LLP  
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January 10, 2011

Ms. Theresa Bedrosian  
Corporate Controller  
One Hope United  
215 N. Milwaukee Ave.  
PO Box 1128  
Lake Villa, Illinois 60046

Re: One Hope United June 30, 2010 Audit Management Letter

Dear Theresa:

This letter serves as notification that we issued no management letter in conjunction with our audit of One Hope United's June 30, 2010 consolidated financial statements.

This letter is intended solely for the information and use of the Board of Trustees and management of One Hope United and agencies which fund One Hope United and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely yours,

McGLADREY & PULLEN, LLP

A handwritten signature in black ink that reads 'Patrick J. Kitchen'.

Patrick J. Kitchen  
Partner