

**LONG ISLAND CARES, INC.**  
**FINANCIAL STATEMENTS**  
**AS OF DECEMBER 31, 2009 AND 2008**  
**TOGETHER WITH AUDITORS' REPORT**

**LONG ISLAND CARES, INC.**  
**FINANCIAL STATEMENTS AND AUDITORS' REPORT**  
**AS OF DECEMBER 31, 2009 AND 2008**

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Nawrocki Smith LLP  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' REPORT ON  
FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES**

To the Board of Directors of  
Long Island Cares, Inc.:

We have audited the accompanying statements of financial position of Long Island Cares, Inc. (the "Organization") as of December 31, 2009 and 2008, and the related statements of activities and changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of Long Island Cares, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audits. The prior-year summarized comparative information has been derived from the Organization's December 31, 2008 financial statements and, in our report dated March 13, 2009, we expressed an unqualified opinion on those financial statements.

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 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 financial statements referred to above present fairly, in all material respects, the financial position of Long Island Cares, Inc. as of December 31, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated March 12, 2010, on our consideration of the Organization's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. 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.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying supplementary schedules, as listed in the index, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audits of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Melville, New York  
March 12, 2010

*Nawrocki Smith LLP*

**LONG ISLAND CARES, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**AS OF DECEMBER 31, 2009 AND 2008**

<b><u>ASSETS</u></b>	<b><u>2009</u></b>	<b><u>2008</u></b>
CASH	\$ 1,879,077	\$ 1,351,717
ACCOUNTS RECEIVABLE (net of allowance for doubtful accounts of \$1,000 and \$1,888 in 2009 and 2008, respectively)	794,487	496,784
DONATED PRODUCT	887,370	1,000,615
INVESTMENTS	10,270	6,937
FIXED ASSETS (net of accumulated depreciation of \$614,319 and \$592,493 in 2009 and 2008, respectively)	2,418,035	2,374,916
OTHER ASSETS	<u>11,102</u>	<u>47,058</u>
	<b><u>\$ 6,000,341</u></b>	<b><u>\$ 5,278,027</u></b>
 <b><u>LIABILITIES AND NET ASSETS</u></b> 		
ACCOUNTS PAYABLE AND ACCRUED LIABILITIES	\$ 617,618	\$ 668,151
LOAN PAYABLE TO INDIVIDUAL	-	113,200
DEFERRED INCOME	<u>-</u>	<u>3,750</u>
Total liabilities	<u>617,618</u>	<u>785,101</u>
NET ASSETS:		
Unrestricted:		
Designated for fixed assets	2,418,035	2,261,716
Designated for donated product	887,370	1,000,615
Undesignated	<u>1,877,866</u>	<u>1,096,602</u>
Total unrestricted net assets	5,183,271	4,358,933
Temporarily restricted	149,452	83,993
Permanently restricted	<u>50,000</u>	<u>50,000</u>
Total net assets	<u>5,382,723</u>	<u>4,492,926</u>
	<b><u>\$ 6,000,341</u></b>	<b><u>\$ 5,278,027</u></b>

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

**LONG ISLAND CARES, INC.**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	<u>2009</u>	<u>2008</u>
CHANGE IN UNRESTRICTED NET ASSETS:		
Revenues	<u>\$ 10,437,745</u>	<u>\$ 10,368,572</u>
Expenses -		
Program services	8,447,048	8,713,243
Supporting services	521,430	505,647
Fundraising	<u>644,929</u>	<u>485,213</u>
Total expenses	<u>9,613,407</u>	<u>9,704,103</u>
Increase in unrestricted net assets	<u>824,338</u>	<u>664,469</u>
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS:		
Revenues	127,896	51,259
Net assets released from restrictions	<u>(62,437)</u>	<u>(24,760)</u>
Increase in temporarily restricted net assets	<u>65,459</u>	<u>26,499</u>
CHANGE IN PERMANENTLY RESTRICTED NET ASSETS	<u>-</u>	<u>-</u>
CHANGE IN NET ASSETS	889,797	690,968
NET ASSETS, BEGINNING OF YEAR	<u>4,492,926</u>	<u>3,801,958</u>
NET ASSETS, END OF YEAR	<u>\$ 5,382,723</u>	<u>\$ 4,492,926</u>

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

**LONG ISLAND CARES, INC.**  
**STATEMENTS OF CASH FLOWS (INDIRECT METHOD)**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 889,797	\$ 690,968
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	99,318	88,330
Unrealized (gain) loss on investments	(3,333)	190
Increase in accounts receivable	(296,815)	(204,977)
Decrease in allowance for doubtful accounts	(888)	(112)
Decrease in donated product	113,245	11,033
(Increase) decrease in other assets	35,956	(5,933)
Increase (decrease) in accounts payable and accrued liabilities	(50,533)	242,122
Increase (decrease) in deferred income	(3,750)	3,750
Net cash provided by operating activities	<u>782,997</u>	<u>825,371</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of fixed assets	(142,437)	(111,822)
Increase in investments	<u>-</u>	<u>(7,127)</u>
Net cash used by investing activities	<u>(142,437)</u>	<u>(118,949)</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Repayment of loan payable to individual	(113,200)	-
Repayment of loan payable to bank	-	(261,700)
Proceeds from borrowings	<u>-</u>	<u>113,200</u>
Net cash used by financing activities	<u>(113,200)</u>	<u>(148,500)</u>
NET INCREASE IN CASH	527,360	557,922
CASH, BEGINNING OF YEAR	<u>1,351,717</u>	<u>793,795</u>
CASH, END OF YEAR	<u>\$ 1,879,077</u>	<u>\$ 1,351,717</u>
SUPPLEMENTAL CASH FLOW INFORMATION:		
Cash paid during the year for interest	<u>\$ -</u>	<u>\$ 7,351</u>
Retirement of fully depreciated fixed assets	<u>\$ 77,492</u>	<u>\$ 16,790</u>

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

**LONG ISLAND CARES, INC.**  
**NOTES TO FINANCIAL STATEMENTS**

**(1) Background and current operational considerations**

Long Island Cares, Inc. (the "Organization") is a nonprofit, anti-hunger organization founded in 1980 by the late singer and activist, Harry Chapin. The Organization's aims are to promote the food welfare of the Long Island community; to raise the nutritional standards of community life; to bring into closer relation the resources and food needs of the community; and to sponsor and encourage equal rights in relation to food access, balanced nutrition and food self-reliance activities. The Organization has responded by providing immediate emergency food relief to hungry Long Islanders through The Harry Chapin Food Bank and by addressing the systemic causes of hunger through Community Outreach Programs. The Organization is a broad-based, regionally responsive organization working in partnership with human service groups in Nassau and Suffolk Counties.

The Organization is an affiliate member of Feeding America, a national network of food banks and food rescue organizations. Through this membership, it is able to access donated food through national and regional corporate sponsors. Through The Harry Chapin Food Bank, the Organization collects, warehouses and delivers government donated and surplus foods to food pantries, soup kitchens, shelters, group homes, day treatment facilities, senior citizen sites and day care centers.

The Harry Chapin Food Bank was the first food bank to serve Nassau and Suffolk Counties and is located at the Organization's Hauppauge, New York office and warehouse facility. It is a contracted agency for the distribution of Federal commodities through The Emergency Food Assistance Program (TEFAP), administered by the New York State Office of General Service (OGS) under a continuous agreement effective May 1989.

In addition, the Organization, under a five-year contract renewed annually, is responsible for the support services of the Hunger Prevention and Nutrition Assistance Program (HPNAP) administered by the New York State Department of Health. The current annual contract is renewed through June 30, 2010. The supported service provides nutritional assistance to various high-risk groups of individuals, including the homeless at approved food and nutrition service sites.

The Organization addresses education as a continuing process through Community Outreach Programs - New Paths to Achievement, Job Training and Hunger Education.

The New Paths to Achievement Program focuses on assisting low-income and single head-of-household women in gaining self-esteem, job skills and employment experience in order to become self-sufficient and independent of the public welfare system.

The Job Training Program targets at-risk high school students and young adults and provides on-the-job training at Long Island Cares, Inc. to assist the participants in gaining clerical, computer and warehousing skills.

Hunger 101, the hunger education program, is a role play and discussion activity designed to raise awareness about the problems of hunger and poverty on Long Island. It helps participants gain an understanding of the causes and consequences of hunger and develop strategies to address the problem. It is presented to students, churches, service and professional groups and many others.

Two other programs at Long Island Cares, Inc. are designed to meet specific community needs: School Tools and Kids Café.

School Tools works in partnership with corporations and individuals to collect and distribute new school supplies to our member agencies serving school aged children so these economically disadvantaged children have the necessary tools to start the new school year.

The Kids Café is an after school program which provides safe and convenient environments for at-risk children to receive nutritious food, tutoring and mentoring, nutrition and food safety education, homework assistance and recreational activities.

In April 2009, the Organization opened a food pantry in its facility in Hauppauge, New York. The First Stop Food Pantry serves as a triage pantry that provides individuals and families in need with up to ten days worth of food, along with information about critical community resources such as food stamps, Child Health Plus, The Women, Infants and Children Program, heating and utility assistance, employment resources and mortgage assistance.

**(2) Summary of significant accounting policies:**

The accompanying financial statements include the assets, liabilities, revenues and expenses of all the funds of the Organization which are reflected under the accrual basis of accounting. The following is a summary of significant accounting policies followed by the Organization:



### Financial statement presentation –

The accompanying financial statements include the accounts of the Organization's programs, administration and fundraising. The Organization presents its financial statements in accordance with U.S. generally accepted accounting principles which require that the Organization's financial statements distinguish between unrestricted, temporarily restricted and permanently restricted net assets and changes in net assets. The Organization's net assets consist of the following:

Unrestricted – net assets of the Organization which have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of the Organization.

Temporarily restricted – net assets of the Organization which have been limited by donor-imposed stipulations or by law that either expire with the passage of time or can be fulfilled and removed by the actions of the Organization pursuant to those stipulations.

Permanently restricted – net assets of the Organization which have been restricted by donors to be maintained in perpetuity by the Organization.

The Organization follows U.S. generally accepted accounting principles regarding Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") and Enhanced Disclosures for All Endowment Funds which require a portion of a donor-restricted endowment fund that is not classified as permanently restricted net assets to be classified as temporarily restricted net assets until appropriated for expenditure. As of December 31, 2009, New York State has not adopted UPMIFA, so the Organization will not have to reclassify its net assets until such time. However, for the year ended December 31, 2009, the Organization has adopted the new disclosure requirements (see note 8).

The Organization also presents a statement of cash flows in accordance with U.S. generally accepted accounting principles.

### Revenue and expense recognition –

Contributions are recognized as income when received and are considered to be available for unrestricted use unless specifically restricted by the donor. Revenues under contracts for service are generally recognized as earned. Contract advances arise from payments received under contracts for service in advance of revenue recognition. Expenses are recognized when incurred. The Organization allocates its expenses on a functional basis among its various programs and supporting services. Expenses that can be identified with a specific program or supporting service are allocated directly according to their natural expense classification. Other expenses that are common to several functions are allocated by various rational bases.

#### In-kind contributions –

The Organization follows U.S. generally accepted accounting principles regarding accounting for contributions received and contributions made with respect to donated product including donated food, supplies and Federal commodities. Donated product received, distributed and on hand are accounted for at fair value. The fair value of donated product received and distributed during the year is reflected in the accompanying financial statements as in-kind contributions and in-kind expenses. Significant fluctuations in operating results may occur due to variances in quantity and valuation of donated product.

The Organization has received professional services on a pro-bono basis. The value of these services for the years ended December 31, 2009 and 2008 was \$97,616 and \$23,250, respectively. Such amounts are reflected in the accompanying financial statements as in-kind contributions and in-kind expenses.

#### Cash and cash equivalents –

All highly liquid investments purchased with a maturity of three months or less are considered to be cash equivalents, principally money market funds.

#### Investments –

Investments are recorded at fair value. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Organization follows U.S. generally accepted accounting principles regarding fair value measurements which establish a fair value hierarchy requiring an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the reported entity has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

Donated product –

Donated product represents the fair value of donated food, supplies and Federal commodities on hand as of year-end.

Fixed assets –

Fixed assets are stated at cost or current fair value for donated items. Maintenance and repairs are expensed as incurred. Depreciation is provided using the straight-line method over the estimated useful lives of the assets (generally periods of three to forty years).

Impairment of long-lived assets and long-lived assets to be disposed of –

The Organization follows U.S. generally accepted accounting principles regarding accounting for the impairment or disposal of long-lived assets which require that long-lived assets and certain identifiable intangibles be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell. These principles did not have a material impact on the Organization's financial position, results of activities or liquidity during the years ended December 31, 2009 and 2008.

Conditional asset retirement obligations –

U.S. generally accepted accounting principles for conditional asset retirement obligations require entities to recognize a liability for the fair value of a legal obligation to perform an asset retirement activity, even though uncertainty exists about the timing and/or method of settlement, if and when the fair value of the liability can be reasonably estimated. As of December 31, 2009, management believes the Organization has met the provisions of and is in compliance with these requirements.

Income taxes –

The Organization qualifies as a tax-exempt nonprofit organization under Section 501(c)(3) of the Internal Revenue Code and applicable New York State tax laws. Accordingly, no provision for federal or state income taxes is required.

Donated services –

A number of volunteers have donated significant amounts of their time in the Organization's program services, administration and fundraising campaigns. However, since these services do not meet the criteria for recognition under U.S. generally accepted accounting principles, they are not reflected in the accompanying financial statements.

The use of estimates in the preparation of financial statements –

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Estimates include the valuation allowance for accounts receivable, depreciation and certain accrued expenses. Actual results may differ from those estimates.

**(3) Investments**

The following table represents the Organization's fair value hierarchy for investments as of December 31, 2009:

	<u>Fair value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market fund	\$ 379	\$ 379	\$ -	\$ -
Stocks	<u>9,891</u>	<u>9,891</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 10,270</u>	<u>\$ 10,270</u>	<u>\$ -</u>	<u>\$ -</u>

The following table represents the Organization's fair value hierarchy for investments as of December 31, 2008:

	<u>Fair value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market fund	\$ 131	\$ 131	\$ -	\$ -
Stocks	<u>6,806</u>	<u>6,806</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$ 6,937</u>	<u>\$ 6,937</u>	<u>\$ -</u>	<u>\$ -</u>

As of December 31, 2009 and 2008, the Organization did not possess any level 2 or 3 type of investments.

(4) **Fixed assets**

Fixed assets as of December 31, 2009 and 2008 are comprised of the following:

	<u>2009</u>	<u>2008</u>
Land	\$ 885,500	\$ 885,500
Building	1,427,183	1,427,183
Building improvements	273,640	154,931
Office equipment	133,483	133,512
Vehicles	86,296	86,296
Warehouse equipment	<u>226,252</u>	<u>279,987</u>
	3,032,354	2,967,409
Less: accumulated depreciation	<u>614,319</u>	<u>592,493</u>
	<u>\$ 2,418,035</u>	<u>\$ 2,374,916</u>

(5) **Line of credit**

The Organization has a \$300,000 line of credit with a bank. The loan is secured by equipment and bears interest at a variable rate equal to the bank's prime rate plus 2% per annum. The line is fully available as of December 31, 2009.

(6) **Loan payable to individual**

The Organization had a loan payable to an individual in the amount of \$113,200 which was fully repaid during the year ended December 31, 2009.

(7) **Temporarily restricted net assets**

Temporarily restricted net assets are available for or relate to the following purposes:

	<u>2009</u>	<u>2008</u>
R.K. Mellon Family Grant	\$ 52,000	\$ -
Stop & Shop Grant	35,000	-
Walmart Grant	25,000	-
Donations for Purchasing Turkeys	20,541	4,645
TEFAP Handling Fees	16,911	25,859
Bank of America – Check Out Hunger	<u>-</u>	<u>53,489</u>
	<u>\$ 149,452</u>	<u>\$ 83,993</u>

**(8) Permanently restricted net assets (endowment funds)**

Permanently restricted net assets relate to an endowment of \$50,000 to be maintained in perpetuity, the income from which is expendable to support general operations.

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or applicable law requires the Organization to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2009 and 2008.

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to protect the original value of the gift.

The Uniform Prudent Management of Institutional Funds Act (“UPMIFA”) requires the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result, the Organization classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

Net assets associated with endowment funds are classified and reported based on the existence or absence of donor imposed restrictions.

Changes in endowment net assets for the years ended December 31, 2009 and 2008 are as follows:

	<u>2009</u>	<u>2008</u>
Endowment net assets, beginning of year	\$ 50,000	\$ 50,000
Investment income (loss)	625	(765)
Released to operations	(625)	-
Endowment contributions	<u>-</u>	<u>765</u>
Endowment net assets, end of year	<u>\$ 50,000</u>	<u>\$ 50,000</u>

**(9) Employee benefit plan**

The Organization has a 403(b) Tax Deferred Annuity Plan (the “Plan”). Eligible participants in the Plan may contribute up to 25% of compensation, but not in excess of the maximum allowed under the Internal Revenue Code. In 2009, the Organization matched employee contributions to the Plan up to a maximum of 3% of the employee’s annual salary.

**(10) Concentrations of credit risk**

The Organization maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Organization has not experienced any losses in such accounts. The Organization believes it is not exposed to any significant credit risk on cash, however, during the current year, the Organization opened several new accounts with various banks to mitigate concentrations of credit risk.

**(11) Fundraising activities**

<u>Fund Raisers</u>	<u>Gross Revenues</u>	<u>Direct Expenses</u>	<u>Fundraising Income, net</u>
<u>2009</u>			
Direct Mailing Appeals	\$ 676,788	\$ 185,379	\$ 491,409
Supermarkets Check Out Hunger	95,993	3,878	92,115
Concert Events	88,721	450	88,271
Stop & Shop Food For Friends	82,258	-	82,258
Golf Outing	83,895	35,540	48,355
Macys Come Together	28,877	-	28,877
Community Charity Events	28,733	1,441	27,292
Awards Dinner	36,596	18,724	17,872
Capital/Endowment	12,500	-	12,500
Grassroots Newsletter	<u>30,771</u>	<u>22,276</u>	<u>8,495</u>
	<u>\$ 1,165,132</u>	<u>\$ 267,688</u>	<u>\$ 897,444</u>
<u>2008</u>			
Direct Mailing Appeals	\$ 517,287	\$ 160,198	\$ 357,089
Capital Campaign	91,161	-	91,161
Stop & Shop Food For Friends	85,500	-	85,500
Supermarkets Check Out Hunger	81,683	8,465	73,218
Golf Outing	112,070	48,285	63,785
Grassroots Newsletter	25,125	4,802	20,323
Awards Dinner	9,922	3,251	6,671
Concert Events	5,549	52	5,497
Community Charity Events	<u>3,666</u>	<u>1,800</u>	<u>1,866</u>
	<u>\$ 931,963</u>	<u>\$ 226,853</u>	<u>\$ 705,110</u>

**(12) Subsequent events**

The Organization has evaluated subsequent events through March 12, 2010 which is the date these financial statements were available to be issued.

**LONG ISLAND CARES, INC.**  
**SUPPLEMENTARY SCHEDULE OF REVENUES**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**  
**(WITH COMPARATIVE TOTALS FOR 2008)**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2009 Totals</u>	<u>2008 Totals</u>
<b>Public Support And Fundraising:</b>					
Fundraising	\$ 1,165,132	\$ -	\$ -	\$ 1,165,132	\$ 931,963
Contributions	375,476	-	-	375,476	403,371
Grants	370,140	127,896	-	498,036	589,334
Corporate support	292,914	-	-	292,914	230,182
Foundation support	219,300	-	-	219,300	70,800
	<u>2,422,962</u>	<u>127,896</u>	<u>-</u>	<u>2,550,858</u>	<u>2,225,650</u>
<b>Government Support:</b>					
HPNAP	1,737,208	-	-	1,737,208	1,488,699
Suffolk County	215,842	-	-	215,842	128,194
	<u>1,953,050</u>	<u>-</u>	<u>-</u>	<u>1,953,050</u>	<u>1,616,893</u>
<b>Distribution Revenue And Handling Fees:</b>					
Food Bank Agencies	272,286	-	-	272,286	225,142
HPNAP	229,547	-	-	229,547	430,451
TEFAP	192,349	-	-	192,349	129,133
Suffolk County	9,148	-	-	9,148	2,377
	<u>703,330</u>	<u>-</u>	<u>-</u>	<u>703,330</u>	<u>787,103</u>
<b>Other Income:</b>					
In-kind contributions	5,269,233	-	-	5,269,233	5,749,248
Miscellaneous	5,296	-	-	5,296	4,897
Unrealized gain on investments	3,333	-	-	3,333	-
Interest income	18,104	-	-	18,104	11,280
	<u>5,295,966</u>	<u>-</u>	<u>-</u>	<u>5,295,966</u>	<u>5,765,425</u>
Subtotal	<u>10,375,308</u>	<u>127,896</u>	<u>-</u>	<u>10,503,204</u>	<u>10,395,071</u>
<b>Net Assets Released From Restrictions:</b>					
Food Bank	62,437	(62,437)	-	-	-
	<u>62,437</u>	<u>(62,437)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>\$ 10,437,745</u>	<u>\$ 65,459</u>	<u>\$ -</u>	<u>\$ 10,503,204</u>	<u>\$ 10,395,071</u>

The accompanying notes to financial statements should be read in conjunction with this schedule.



**LONG ISLAND CARES, INC.**  
**SUPPLEMENTARY SCHEDULE OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2009**  
**(WITH COMPARATIVE TOTALS FOR 2008)**

	Food Bank Fund	Community Outreach Fund	Administration Fund		2009 Totals	2008 Totals
			Management & General	Development		
In-kind expenses	\$ 5,204,471	\$ 17,859	\$ 17,859	\$ 118,859	\$ 5,359,048	\$ 5,669,278
Salaries	681,874	84,212	327,074	168,655	1,261,815	1,197,723
HPNAP food purchases	991,907	-	-	-	991,907	826,687
Fundraising	-	-	-	267,688	267,688	226,853
Payroll taxes and benefits	156,053	22,622	50,216	37,497	266,388	225,286
Other food purchases	165,577	-	-	-	165,577	86,400
HPNAP operational support	149,941	-	-	-	149,941	148,811
Suffolk County food purchases	140,729	-	-	-	140,729	57,379
Transportation	108,865	-	-	-	108,865	125,585
Depreciation	85,631	3,223	6,558	3,906	99,318	88,330
Utilities	71,706	3,902	3,902	2,439	81,949	92,063
Grants	73,860	-	-	-	73,860	219,509
Advertising	10,834	600	11,982	29,955	53,371	49,998
HPNAP capital equipment	59,096	-	-	-	59,096	107,316
Building maintenance and sanitation	42,376	2,287	2,287	1,429	48,379	38,741
Food acquisition handling fees	46,082	-	-	-	46,082	11,009
Equipment rental and maintenance	27,785	2,634	7,081	3,360	40,860	31,281
Education supplies	37,461	-	-	-	37,461	14,864
Workshop and education	32,198	-	-	-	32,198	27,928
Insurance	22,713	1,660	2,187	1,633	28,193	24,830
Temporary personnel	13,523	60	13,627	-	27,210	650
Travel	12,788	4,434	6,887	1,709	25,818	22,338
Dues and membership fees	22,398	-	1,567	325	24,290	33,305
Food Bank food purchases	23,430	-	-	-	23,430	128,759
Freight	22,894	-	-	-	22,894	92,243
Bank charges and miscellaneous fees	3,172	221	18,538	480	22,411	12,687
Postage	11,295	3,558	6,275	-	21,128	20,752
Supplies-warehouse	18,097	-	-	-	18,097	15,545
Consultants	10,118	1,272	4,539	1,509	17,438	2,591
Supplies-office	11,283	858	3,393	1,181	16,715	13,574
Professional fees	-	-	16,500	-	16,500	16,500
Printing	13,384	4,367	8,613	-	26,364	20,793
Telephone and internet	7,313	1,209	3,071	3,021	14,614	17,088
Conference fees	1,095	375	9,215	1,245	11,930	10,907
HPNAP sanitation/safety supplies	5,324	-	-	-	5,324	10,015
Damage/shortage	5,272	-	-	-	5,272	6,644
Permits and licenses	606	33	33	21	693	1,498
Property taxes	485	26	26	17	554	802
Interest	-	-	-	-	-	7,351
Unrealized loss on investments	-	-	-	-	-	190
<b>Total expenses</b>	<b>\$ 8,291,636</b>	<b>\$ 155,412</b>	<b>\$ 521,430</b>	<b>\$ 644,929</b>	<b>\$ 9,613,407</b>	<b>\$ 9,704,103</b>

The accompanying notes to financial statements should be read in conjunction with this schedule.