

**MID AMERICA
ASSISTANCE COALITION**

FINANCIAL STATEMENTS

June 30, 2009 and 2008

IFFT & CO. PA

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Mid America Assistance Coalition

We have audited the accompanying statements of financial position of Mid America Assistance Coalition as of June 30, 2009 and 2008, and the related statements of activities, functional expenses, and cash flows for the years then ended. These financial statements are the responsibility of Mid America Assistance Coalition's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the 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 Mid America Assistance Coalition as of June 30, 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.

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplemental information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The information has been subjected to the auditing procedures applied in the audit 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.

IFFT & Co. PA

October 29, 2009

MID AMERICA ASSISTANCE COALITION
STATEMENTS OF FINANCIAL POSITION
June 30, 2009 and 2008

	2009			2008		
	Utility and Case		Total	Utility and Case		Total
	General	Management		General	Management	
ASSETS						
Cash	\$ 376,564	482,987	859,551	147,044	256,071	403,115
Government grants receivable	3,613	-	3,613	16,394	-	16,394
Promises receivable	22,642	-	22,642	23,026	-	23,026
Other receivables	11,926	-	11,926	16,760	-	16,760
Prepaid expenses and inventory	8,962	-	8,962	18,388	-	18,388
Property and equipment, net	46,313	-	46,313	59,532	-	59,532
TOTAL ASSETS	\$ 470,020	482,987	953,007	281,144	256,071	537,215
LIABILITIES AND NET ASSETS						
LIABILITIES						
Accounts payable and accrued expenses	\$ 20,147	-	20,147	14,544	-	14,544
Unearned revenue	54,882	-	54,882	56,827	-	56,827
TOTAL LIABILITIES	75,029	-	75,029	71,371	-	71,371
NET ASSETS						
Unrestricted	372,349	-	372,349	186,747	3,908	190,655
Temporarily restricted	22,642	482,987	505,629	23,026	252,163	275,189
TOTAL NET ASSETS	394,991	482,987	877,978	209,773	256,071	465,844
TOTAL LIABILITIES AND NET ASSETS	\$ 470,020	482,987	953,007	281,144	256,071	537,215

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

MID AMERICA ASSISTANCE COALITION
STATEMENT OF ACTIVITIES
For the Year Ended June 30, 2008

	GENERAL			UTILITY AND CASE MANAGEMENT			TOTALS			
	Unrestricted	Temporarily Restricted		Unrestricted	Temporarily Restricted		Unrestricted	Temporarily Restricted		
		Restricted	Total		Restricted	Total		Restricted	Total	
Support and revenues										
Corporate and foundation contributions and grants	\$ 97,250	-	97,250	101,853	-	101,853	199,103	-	199,103	
Other contributions	10,940	-	10,940	214,980	256,070	471,050	225,920	256,070	481,990	
United Way support	22,794	23,026	45,820	-	-	-	22,794	23,026	45,820	
Grants from governments	116,957	-	116,957	56,724	-	56,724	173,681	-	173,681	
Program income	366,433	-	366,433	-	-	-	366,433	-	366,433	
Special event	40	-	40	5,149	-	5,149	5,189	-	5,189	
Interest income	28	-	28	10,237	-	10,237	10,265	-	10,265	
Other	-	-	-	-	-	-	-	-	-	
	<u>614,442</u>	<u>23,026</u>	<u>637,468</u>	<u>388,943</u>	<u>256,070</u>	<u>645,013</u>	<u>1,003,385</u>	<u>279,096</u>	<u>1,282,481</u>	
Net assets released from restrictions	<u>33,098</u>	<u>(29,191)</u>	<u>3,907</u>	<u>392,004</u>	<u>(395,911)</u>	<u>(3,907)</u>	<u>425,102</u>	<u>(425,102)</u>	<u>-</u>	
	<u>647,540</u>	<u>(6,165)</u>	<u>641,375</u>	<u>780,947</u>	<u>(139,841)</u>	<u>641,106</u>	<u>1,428,487</u>	<u>(146,006)</u>	<u>1,282,481</u>	
Expenses										
Program services										
Community resources	45,850	-	45,850	616,771	-	616,771	662,621	-	662,621	
Information, referral and coordination	389,208	-	389,208	-	-	-	389,208	-	389,208	
Community education and training	77,389	-	77,389	91,807	-	91,807	169,196	-	169,196	
Community outreach	46,646	-	46,646	-	-	-	46,646	-	46,646	
Total program services	<u>559,093</u>	<u>-</u>	<u>559,093</u>	<u>708,578</u>	<u>-</u>	<u>708,578</u>	<u>1,267,671</u>	<u>-</u>	<u>1,267,671</u>	
Supporting services										
Management and general	66,274	-	66,274	-	-	-	66,274	-	66,274	
Fundraising	41,469	-	41,469	-	-	-	41,469	-	41,469	
Total supporting services	<u>107,743</u>	<u>-</u>	<u>107,743</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>107,743</u>	<u>-</u>	<u>107,743</u>	
	<u>666,836</u>	<u>-</u>	<u>666,836</u>	<u>708,578</u>	<u>-</u>	<u>708,578</u>	<u>1,375,414</u>	<u>-</u>	<u>1,375,414</u>	
	<u>(19,296)</u>	<u>(6,165)</u>	<u>(25,461)</u>	<u>72,369</u>	<u>(139,841)</u>	<u>(67,472)</u>	<u>53,073</u>	<u>(146,006)</u>	<u>(92,933)</u>	
INCREASE (DECREASE) IN NET ASSETS										
NET ASSETS, BEGINNING OF YEAR	137,582	29,191	166,773	-	392,004	392,004	137,582	421,195	558,777	
Grantor-approved cost reimbursements	<u>68,461</u>	<u>-</u>	<u>68,461</u>	<u>(68,461)</u>	<u>-</u>	<u>(68,461)</u>	<u>-</u>	<u>-</u>	<u>-</u>	
NET ASSETS, END OF YEAR	<u>\$ 186,747</u>	<u>23,026</u>	<u>209,773</u>	<u>3,908</u>	<u>252,163</u>	<u>256,071</u>	<u>190,655</u>	<u>275,189</u>	<u>465,844</u>	

The accompanying notes are an integral part of these statements.

MID AMERICA ASSISTANCE COALITION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2009

	2009						
	PROGRAM SERVICES			SUPPORTING SERVICES			
	Community Resources	Information, Referral and Coordination	Community Education and Training	Community Outreach	Management and General	Fund-raising	Total
Salaries	\$ 23,815	222,422	54,017	14,014	36,495	14,014	364,777
Payroll taxes	1,649	17,474	4,148	1,061	2,398	1,062	27,792
Employee health benefits	4,488	12,356	5,908	520	4,645	518	28,435
Employee retirement benefits	718	4,540	1,575	391	1,087	391	8,702
Awards and grants	686,328	-	37,469	-	-	-	723,797
Standard intake forms	-	1,317	-	-	-	-	1,317
Audit	-	-	-	-	8,075	-	8,075
Professional services	4,264	12,738	108	21	437	22	17,590
Office supplies	330	1,696	198	360	504	32	3,120
Telephone	834	3,209	834	142	581	167	5,767
Postage	200	553	230	36	196	93	1,308
Rent	2,189	12,116	2,627	871	3,228	869	21,900
Software maintenance	5,166	44,580	2,214	-	-	-	51,960
Equipment rent and maintenance	1,179	4,519	1,472	281	1,896	263	9,610
Travel	357	9,699	2,362	3,969	72	45	16,504
Network fees	-	1,952	-	-	-	-	1,952
Publicity	-	838	-	-	-	-	838
Education, training and conferences	107	1,264	1,859	340	227	10	3,807
Insurance and bonding	-	-	-	-	4,923	-	4,923
Dues and subscriptions	275	-	-	300	100	150	825
Financial expenses	2,429	-	-	-	2,248	-	4,677
Depreciation	4,563	18,118	2,311	99	342	99	25,531
Other	-	468	4,731	119	991	-	6,310
TOTAL EXPENSES	\$ 738,891	369,859	122,063	22,524	68,445	17,735	1,339,517

The accompanying notes are an integral part of these statements.

MID AMERICA ASSISTANCE COALITION
STATEMENT OF FUNCTIONAL EXPENSES
For the Year Ended June 30, 2008

2008

	PROGRAM SERVICES					SUPPORTING SERVICES			Total 2008
	Community Resources	Information, Referral and Coordination	Community Education and Training	Community Outreach	Total	Management and General	Fund- raising	Total	
Salaries	\$ 22,874	204,389	51,363	29,730	308,356	34,377	29,730	64,107	372,463
Payroll taxes	1,464	15,935	4,033	2,332	23,764	2,167	2,331	4,498	28,262
Employee health benefits	5,304	24,764	6,683	4,592	41,343	6,185	4,585	10,770	52,113
Employee retirement benefits	677	4,001	1,488	878	7,044	1,013	878	1,891	8,935
Awards and grants	612,880	367	91,807	-	705,054	-	-	-	705,054
Special events	350	-	-	-	350	-	-	-	350
Standard intake forms	-	1,476	-	-	1,476	-	-	-	1,476
Audit	-	-	-	-	-	7,042	-	7,042	7,042
Professional services	-	18,692	400	-	19,092	-	-	-	19,092
Office supplies	399	3,581	244	88	4,312	889	551	1,440	5,752
Telephone	693	2,709	693	138	4,233	461	139	600	4,833
Postage	72	608	107	247	1,034	235	953	1,188	2,222
Rent	2,166	11,970	2,599	865	17,600	3,249	865	4,114	21,714
Software maintenance	5,040	50,965	2,160	-	58,165	-	-	-	58,165
Equipment rent and maintenance	231	5,893	474	85	6,683	1,091	67	1,158	7,841
Printing	7	211	200	824	1,242	544	808	1,352	2,594
Travel	76	7,328	2,873	2,032	12,309	49	267	316	12,625
Network fees	1,448	9,946	714	-	12,108	-	-	-	12,108
Publicity	-	828	-	-	828	-	-	-	828
Education, training and conferences	-	2,700	170	65	2,935	-	31	31	2,966
Insurance and bonding	-	-	-	-	-	5,325	-	5,325	5,325
Dues and subscriptions	-	-	255	550	805	580	245	825	1,630
Financial expenses	3,378	125	-	-	3,503	2,129	-	2,129	5,632
Depreciation	5,562	22,087	2,817	-	30,466	-	-	-	30,466
Other	-	633	116	4,220	4,969	938	19	957	5,926
TOTAL EXPENSES	\$ 662,621	389,208	169,196	46,646	1,267,671	66,274	41,469	107,743	1,375,414

The accompanying notes are an integral part of these statements.

MID AMERICA ASSISTANCE COALITION
STATEMENTS OF CASH FLOWS
For the Years Ended June 30, 2009 and 2008

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 412,134	(92,933)
Adjustment to reconcile change in net assets to net cash from operating activities:		
Depreciation	25,531	30,466
Loss on disposal of equipment	458	-
(Increase) decrease in:		
Government grants receivable	12,781	5,197
Promises receivable	384	6,164
Other receivables	4,834	(13,742)
Prepaid expenses and inventory	9,426	(15,956)
Increase (decrease) in:		
Accounts payable and accrued expenses	5,603	(2,411)
Unearned revenue	(1,945)	11,499
	<u>469,206</u>	<u>(71,716)</u>
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES		
CASH FLOWS USED IN INVESTING ACTIVITIES		
Purchase of equipment	<u>(12,770)</u>	<u>(6,462)</u>
NET INCREASE (DECREASE) IN CASH	456,436	(78,178)
CASH, BEGINNING OF YEAR	<u>403,115</u>	<u>481,293</u>
CASH, END OF YEAR	<u>\$ 859,551</u>	<u>403,115</u>

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

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Mid America Assistance Coalition (MAAC) is a private not-for-profit organization which gathers and maintains client data for more than 200 Kansas City area social service organizations that provide direct emergency assistance and/or case management to low income and homeless persons and households. MAAC's mission is to strengthen the social service community through information systems, training, and advocacy.

MAAC has provided a central database for client information in partnership with other community agencies since its founding in 1985. The current internet based software database, MAACLink, is used to accumulate data, avoid duplication, and assure timely distribution of community resources in the most appropriate and effective manner. MAACLink is a qualified homeless management information system that meets HUD standards for data gathering and management reporting on homeless populations in the Kansas City metropolitan area. MAAC also provides customized versions of the MAACLink software system to other regional and national communities.

Fund Management

MAAC manages six funds designated for utility assistance to qualified clients and several other funds for special assistance needs and homeless case management assistance. MAACLink is used to distribute funds to partnering direct assistance agencies, manage use of funding resources, and report on outcomes.

The funds are as follows:

Dollar Aide - Customers of Kansas City Power & Light Company (KCPL) contribute to this fund by adding an extra amount to their utility bill payment or making a direct donation to a trust account at a local bank. Until May, 2009, KCPL matched the customer contributions by making credits available from corporate funds through a separate Dollar Aide Credits program. The credits were available through June, 2009 for application to the electric bills of eligible low income customers of KCPL. The credits program was administered by MAAC but the credits were not reflected in the financial statements as income or expenses. Beginning in May, 2009, KCPL began matching customer contributions by making a contribution to MAAC from the KCPL foundation.

Neighbors Helping Neighbors - This fund is supported by customers of Missouri Gas Energy (MGE). MGE provides matching credits from corporate funds for a separate Neighbors Helping Neighbors Credits program in the amount of 50% of customer contributions, with a maximum of \$70,000 per year. The credits are available to be applied to natural gas bills of eligible low income MGE customers. The credits program is administered by MAAC but the credits are not reflected in the financial statements as income or expenses.

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Fund Management, Continued

Warmth & Light Fund - This fund receives direct donations plus 40% of the proceeds from the Project Warmth fundraising drive sponsored by KCTV-5 and the Kansas City Star.

Jackson County Energy Assistance Fund - This fund is supported by investment earnings from a trust fund established by the Jackson County Legislature and now housed and distributed by the Greater Kansas City Community Foundation (GKCCF).

Special Assistance Fund - A variety of client needs are met through several funding sources that are managed by MAAC, including an ID and Birth Certificate fund and the Wyandotte County United Way direct assistance fund. MAAC administers these funds in partnership with participating agencies and makes regular payments directly to branches of government, utility companies, landlords, and other third party vendors that supply needs for eligible clients.

KC Cares Fund –GKCCF contributed \$275,000 during 2009 in the form of two grants- the Kansas City Cares fund and the Small Needs of Individuals fund. GKCCF requested that MAAC manage the funds in coordination with designated agencies according to standards and procedures developed through consultation between GKCCF and MAAC.

Family to Family and Homeless Case Management - Individual donations and Jackson County Housing Resources Commission funds provide support for homeless families who are participating in the case management program coordinated by Mid America Assistance Coalition.

Susan Watson Concern for Others Fund - This fund receives contributions to be used for special needs of individuals in the community.

Back to School - This annual program coordinates a drive for school needs for local area children. Clothing, school supplies, and cash contributions are received.

Aquila Cares Fund - This fund receives voluntary contributions from customers of Aquila, Inc. and a matching cash contribution from Aquila from corporate funds. Aquila, Inc. was purchased by KCPL in July, 2008. This fund was folded into Dollar Aide at that time.

Recognition of Donor Restrictions

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Property and Equipment

Furniture, equipment and computer software are recorded at cost, if acquired, or fair market value, if donated. Depreciation is computed on the straight-line method over the estimated useful life of the assets.

Income Taxes

No provision is included in these statements for income taxes as MAAC qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue code.

Expense Allocation

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services using management's best estimate. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Organization.

Use of Estimates

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

Cash Flows

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with initial maturities of three months or less to be cash equivalents.

Subsequent Events

Subsequent events have been evaluated through October 29, 2009, which is the date the financial statements were available to be issued. There are none which require disclosure.

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 2 - CASH

Cash consists of the following at June 30, 2009 and 2008:

	2009	2008
Interest bearing operating and savings accounts	\$ 376,564	147,044
Cash held in trust accounts	482,987	256,071
	\$ 859,551	403,115

Separate trust accounts are maintained for each of the utility assistance funds. Most of the funds in these accounts have been allocated to various agencies, but have not yet been spent by those agencies as of the end of each year.

NOTE 3 - PROMISES RECEIVABLE

Promises receivable at June 30, 2009 and 2008 are \$22,642 and \$23,026, and are due in less than one year.

NOTE 4 - PROPERTY AND EQUIPMENT

Property and equipment consisted of the following at June 30, 2009 and 2008:

	2009	2008
Office furniture and equipment	\$ 17,041	16,441
MAACLink computer equipment and software	600,005	590,755
	617,046	607,196
Accumulated depreciation	(570,733)	(547,664)
	\$ 46,313	59,532

Assets with an original cost of \$312,719 were disposed during the year ended June 30, 2008. The assets were fully depreciated at the time of disposal.

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 5 – LINE OF CREDIT

At June 30, 2008, the Organization had a \$185,000 revocable demand line of credit agreement that bears interest at .5% above the Bank’s prime rate. Interest on the outstanding balance was payable monthly. The line of credit was collateralized by all cash, receivables, inventory and property and equipment. There is no balance outstanding at June 30, 2008. This agreement expired and was not renewed. At June 30, 2009, the Organization has no line of credit agreement.

NOTE 6 – TEMPORARILY RESTRICTED NET ASSETS

Net assets are temporarily restricted for the following at June 30, 2009 and 2008:

	2009	2008
Utilities and case management	\$ 482,987	252,163
United Way	22,642	23,026
	\$ 505,629	275,189

NOTE 7 - LEASE COMMITMENTS

The Organization has an operating lease for its office space which expires February 28, 2014. Rent expense under the operating lease for the years ended June 30, 2009 and 2008 is \$21,900 and \$21,714.

The Organization has an operating lease for certain office equipment. Rent expense under this lease for the years ended June 30, 2009 and 2008 is \$9,610 and \$7,841.

Future minimum lease payments under these operating leases are:

Years Ending June 30,	
2010	\$ 27,062
2011	27,486
2012	28,154
2013	26,439
2014	18,874
Thereafter	234
	\$ 128,249

MID AMERICA ASSISTANCE COALITION
NOTES TO FINANCIAL STATEMENTS
June 30, 2009 and 2008

NOTE 8 - RETIREMENT PLAN

The Organization contributes to a simple IRA retirement plan for its employees. All employees earning \$5,000 or more per year are eligible in the month following the date of hire. The Organization is required to match the first 3% of gross compensation contributed by each employee. This percentage may be reduced to as low as 1% for 2 out of 5 years. All contributions are fully vested. Retirement plan expense is \$8,702 and \$8,935 for the years ended June 30, 2009 and 2008.

NOTE 9 - CONCENTRATION OF CREDIT RISK

The Organization maintains its nontrust cash balances in two large financial institutions located in Kansas City. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 and \$100,000 at June 30, 2009 and 2008, respectively. At June 30, 2009 and 2008, uninsured balances are \$287,659 and \$136,531.

SUPPLEMENTAL INFORMATION

