

# McGladrey & Pullen

Certified Public Accountants

## National Kidney Foundation of Florida, Inc.

Financial Report

06.30.2008

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# McGladrey & Pullen

Certified Public Accountants

## Independent Auditor's Report

To the Board of Directors  
National Kidney Foundation of Florida, Inc.  
Orlando, Florida

We have audited the accompanying statements of financial position of National Kidney Foundation of Florida, Inc. as of June 30, 2008 and 2007, and the related 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 audit.

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 National Kidney Foundation of Florida, Inc. as of June 30, 2008 and 2007, 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.

*McGladrey & Pullen, LLP*

Orlando, Florida  
October 1, 2008

National Kidney Foundation of Florida, Inc.

Statements of Financial Position  
June 30, 2008 and 2007

Assets	2008	2007
Cash and cash equivalents	\$ 346,310	\$ 192,911
Investments	349,832	423,184
Accounts receivable	28,065	32,073
Prepaid expenses	7,500	800
Fixed assets, at cost	131,744	129,805
Less accumulated depreciation	(108,116)	(95,612)
Fixed assets, net	<u>23,628</u>	<u>34,193</u>
<b>Total assets</b>	<b><u>\$ 755,335</u></b>	<b><u>\$ 683,161</u></b>
 <b>Liabilities and Net Assets</b>		
<b>Liabilities</b>		
Accounts payable and accrued expenses	71,244	77,121
Capital lease obligation	15,292	18,792
<b>Total liabilities</b>	<b><u>86,536</u></b>	<b><u>95,913</u></b>
 <b>Net Assets</b>		
Unrestricted:		
Undesignated	422,391	331,681
Designated for visiting professorship at University of Miami	80,000	80,000
<b>Total unrestricted net assets</b>	<b><u>502,391</u></b>	<b><u>411,681</u></b>
Temporarily restricted (Note 9)	146,408	155,567
Permanently restricted (Note 9)	20,000	20,000
<b>Total net assets</b>	<b><u>668,799</u></b>	<b><u>587,248</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 755,335</u></b>	<b><u>\$ 683,161</u></b>

See Notes to Financial Statements.

National Kidney Foundation of Florida, Inc.

Statement of Activities  
Year Ended June 30, 2008

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support from the public:				
Received directly-contributions	\$ 529,882	\$ 212,206		\$ 742,088
Special events fundraisers				
Revenues	902,626	-	-	902,626
Less: Direct benefit costs	(356,914)	-	-	(356,914)
<b>Net support from special events</b>	<b>545,712</b>	<b>-</b>	<b>-</b>	<b>545,712</b>
<b>Total support from the public</b>	<b>1,075,594</b>	<b>212,206</b>	<b>-</b>	<b>1,287,800</b>
Other revenue:				
Sales of donated vehicles	131,305	-	-	131,305
Less: costs of sales and selling expenses	(47,071)	-	-	(47,071)
Net sales of donated vehicles	84,234	-	-	84,234
Thrift store sales (net of costs)	49,565	-	-	49,565
Investment income	33,650	-	-	33,650
<b>Total other revenue</b>	<b>167,449</b>	<b>-</b>	<b>-</b>	<b>167,449</b>
Net assets released from restrictions:				
Satisfaction of program restrictions	221,365	(221,365)	-	-
<b>Total revenues, gains, and other support</b>	<b>1,464,408</b>	<b>(9,159)</b>	<b>-</b>	<b>1,455,249</b>
Expenses and Losses				
Program services:				
Patient services	514,544	-	-	514,544
Public education	221,981	-	-	221,981
Community service	180,206	-	-	180,206
Professional education	142,681	-	-	142,681
Research	30,873	-	-	30,873
<b>Total program services</b>	<b>1,090,285</b>	<b>-</b>	<b>-</b>	<b>1,090,285</b>
Support services:				
Fundraising	146,123	-	-	146,123
Management and general	71,006	-	-	71,006
<b>Total support services</b>	<b>217,129</b>	<b>-</b>	<b>-</b>	<b>217,129</b>
<b>Total expenses</b>	<b>1,307,414</b>	<b>-</b>	<b>-</b>	<b>1,307,414</b>
Net unrealized loss on investments	66,284	-	-	66,284
<b>Total expenses and losses</b>	<b>1,373,698</b>	<b>-</b>	<b>-</b>	<b>1,373,698</b>
Change in net assets	90,710	(9,159)	-	81,551
Net assets at beginning of year	411,681	155,567	20,000	587,248
Net assets at end of year	<b>\$ 502,391</b>	<b>\$ 146,408</b>	<b>\$ 20,000</b>	<b>\$ 668,799</b>

See Notes to Financial Statements.

National Kidney Foundation of Florida, Inc.

Statement of Activities  
Year Ended June 30, 2007

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Support from the public:				
Received directly-contributions	\$ 476,339	\$ 104,972		\$ 581,311
Special events fundraisers				
Revenues	857,310	-	-	857,310
Less: Direct benefit costs	(325,770)	-	-	(325,770)
<b>Net support from special events</b>	<b>531,540</b>	<b>-</b>	<b>-</b>	<b>531,540</b>
<b>Total support from the public</b>	<b>1,007,879</b>	<b>104,972</b>	<b>-</b>	<b>1,112,851</b>
Other revenue:				
Thrift store sales (net of costs)	40,127	-	-	40,127
Investment income	28,180	-	-	28,180
Sales of donated vehicles	102,371	-	-	102,371
Less: costs of sales and selling expenses	(31,516)	-	-	(31,516)
Net sales of donated vehicles	70,855	-	-	70,855
<b>Total other revenue</b>	<b>139,162</b>	<b>-</b>	<b>-</b>	<b>139,162</b>
Net assets released from restrictions				
Satisfaction of program restrictions	86,660	(86,660)	-	-
<b>Total revenues, gains, and other support</b>	<b>1,233,701</b>	<b>18,312</b>	<b>-</b>	<b>1,252,013</b>
Expenses and Losses				
Program services:				
Patient services	461,960	-	-	461,960
Public education	211,453	-	-	211,453
Community service	202,385	-	-	202,385
Professional education	157,107	-	-	157,107
Research	31,207	-	-	31,207
<b>Total program services</b>	<b>1,064,112</b>	<b>-</b>	<b>-</b>	<b>1,064,112</b>
Support services:				
Fundraising	145,698	-	-	145,698
Management and general	74,107	-	-	74,107
<b>Total support services</b>	<b>219,805</b>	<b>-</b>	<b>-</b>	<b>219,805</b>
<b>Total expenses</b>	<b>1,283,917</b>	<b>-</b>	<b>-</b>	<b>1,283,917</b>
Net unrealized gain on investments	(30,108)	-	-	(30,108)
<b>Total expenses and gains</b>	<b>1,253,809</b>	<b>-</b>	<b>-</b>	<b>1,253,809</b>
Change in net assets	(20,108)	18,312	-	(1,796)
Net assets at beginning of year, as restated (Note 11)	431,789	137,255	20,000	589,044
Net assets at end of year	\$ 411,681	\$ 155,567	\$ 20,000	\$ 587,248

See Notes to Financial Statements.

National Kidney Foundation of Florida, Inc.

Statement of Functional Expenses  
Year Ended June 30, 2008

	Program Services					Supporting Services				Total Expenses
	Public Research	Public Health Education	Professional Education	Patient Services	Community Services	Total	Fund Raising	Management and General	Total	
Salaries	\$ -	\$ 72,586	\$ 14,847	\$ 162,862	\$ 67,221	\$ 317,516	\$ 82,480	\$ 12,380	\$ 94,860	\$ 412,376
Employee benefits	-	10,680	2,184	23,966	9,891	46,721	12,136	1,819	13,955	60,676
Payroll taxes	-	6,846	1,401	14,153	6,341	28,741	7,780	1,166	8,946	37,687
Professional fees and contract services	-	52,773	15,280	30,937	22,739	121,729	1,934	2,452	4,386	126,115
Direct assistance to patients	-	-	-	167,372	-	167,372	-	-	-	167,372
Office supplies and services	-	-	-	8,569	8,569	17,138	5,475	4,992	10,467	27,605
Telephone	-	4,922	-	4,920	4,922	14,764	6,290	6,290	12,580	27,344
Postage and shipping	-	4,495	875	13,259	106	18,735	296	296	592	19,327
Building occupancy	-	8,075	4,151	9,889	10,088	32,203	8,931	9,182	18,113	50,316
Insurance	-	199	59	352	155	765	251	60	311	1,076
Printing and publications	-	10,841	4,780	6,506	93	22,220	11	46	57	22,277
Meetings and travel	-	15,530	9,167	19,960	4,793	49,450	5,033	2,997	8,030	57,480
Dues and subscriptions	-	1,551	38	71	74	1,734	51	46	97	1,831
Revenue share payment to National	30,873	30,648	86,897	48,552	42,546	239,516	14,323	28,110	42,433	281,949
Miscellaneous expenses	-	710	26	713	17	1,466	6	8	14	1,480
Depreciation and amortization	-	2,125	2,976	2,463	2,651	10,215	1,126	1,162	2,288	12,503
<b>Total expenses reported by function</b>	<b>\$ 30,873</b>	<b>\$ 221,981</b>	<b>\$ 142,681</b>	<b>\$ 514,544</b>	<b>\$ 180,206</b>	<b>\$ 1,090,285</b>	<b>\$ 146,123</b>	<b>\$ 71,006</b>	<b>\$ 217,129</b>	<b>\$ 1,307,414</b>

See Notes to Financial Statements.

National Kidney Foundation of Florida, Inc.

Statement of Functional Expenses  
Year Ended June 30, 2007

	Program Services					Supporting Services				Total Expenses
	Public Research	Public Health Education	Professional Education	Patient Services	Community Services	Total	Fund Raising	Management and General	Total	
Salaries	\$ -	\$ 67,022	\$ 13,709	\$ 150,419	\$ 62,068	\$ 293,218	\$ 76,156	\$ 11,431	\$ 87,587	\$ 380,805
Employee benefits	-	10,100	2,066	22,666	9,354	44,186	11,478	1,721	13,199	57,385
Payroll taxes	-	6,450	1,320	13,334	5,974	27,078	7,330	1,099	8,429	35,507
Awards and grants	-	-	-	125	-	125	-	-	-	125
Professional fees and contract services	-	61,761	30,442	18,260	45,301	155,764	3,852	4,885	8,737	164,501
Direct assistance to patients	-	-	-	159,137	-	159,137	-	-	-	159,137
Office supplies and services	-	-	-	10,193	10,193	20,386	6,512	5,938	12,450	32,836
Telephone	-	4,518	-	4,516	4,518	13,552	5,773	5,773	11,546	25,098
Postage and shipping	-	1,892	461	6,502	56	8,911	156	156	312	9,223
Building occupancy	-	9,585	4,927	11,738	11,975	38,225	10,601	10,899	21,500	59,725
Insurance	-	199	59	352	155	765	251	60	311	1,076
Printing and publications	-	9,460	6,860	3,239	133	19,692	16	66	82	19,774
Meetings and travel	-	2,465	16,973	10,669	8,875	38,982	9,319	5,549	14,868	53,850
Dues and subscriptions	-	5,017	122	229	238	5,606	163	150	313	5,919
Revenue share payment to National	31,207	29,930	75,632	47,032	39,758	223,559	12,462	24,689	37,151	260,710
Miscellaneous expenses	-	563	1,047	662	679	2,951	310	328	638	3,589
Depreciation and amortization	-	2,491	3,489	2,887	3,108	11,975	1,319	1,363	2,682	14,657
<b>Total expenses reported by function</b>	<b>\$ 31,207</b>	<b>\$ 211,453</b>	<b>\$ 157,107</b>	<b>\$ 461,960</b>	<b>\$ 202,385</b>	<b>\$ 1,064,112</b>	<b>\$ 145,698</b>	<b>\$ 74,107</b>	<b>\$ 219,805</b>	<b>\$ 1,283,917</b>

See Notes to Financial Statements.

National Kidney Foundation of Florida, Inc.

Statements of Cash Flows  
Years Ended June 30, 2008 and 2007

	2008	2007
<b>Cash Flows From Operating Activities</b>		
Change in net assets	\$ 81,551	\$ (1,796)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	12,504	14,657
Unrealized loss (gain) on investments	66,284	(30,108)
Changes in operating assets and liabilities		
Accounts receivable	4,008	(16,333)
Prepaid expenses	(6,700)	9,528
Accounts payable and accrued expenses	(5,877)	44,130
<b>Net cash provided by operating activities</b>	<b>151,770</b>	<b>20,078</b>
<b>Cash Flows From Investing Activities</b>		
Purchase of fixed assets	(1,939)	(17,417)
Purchases of investments	(33,650)	(144,747)
Proceeds from the sales of investments	40,718	-
<b>Net cash provided (used) by investing activities</b>	<b>5,129</b>	<b>(162,164)</b>
<b>Cash Flows From Financing Activities</b>		
Repayments of capital leases	(3,500)	(1,877)
<b>Net cash used by financing activities</b>	<b>(3,500)</b>	<b>(1,877)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>153,399</b>	<b>(143,963)</b>
Cash and cash equivalents at beginning of year	192,911	336,874
Cash and cash equivalents at end of year	<b>\$ 346,310</b>	<b>\$ 192,911</b>
<b>Supplemental Disclosure of Cash Flow Information</b>		
Cash paid for:		
Interest paid	\$ 5,311	\$ 6,342

See Notes to Financial Statements.

## National Kidney Foundation of Florida, Inc.

### Notes to Financial Statements

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

Nature of organization: The National Kidney Foundation of Florida, Inc. (the "Foundation") is a not-for-profit corporation established with a mission to prevent kidney and urinary tract diseases, improve the health and well-being of individuals and families affected by these diseases, and increase the availability of all organs for transplantation. It is an affiliate of the National Kidney Foundation, Inc., a not-for-profit corporation chartered in the State of New York. As an affiliate, the National Kidney Foundation of Florida is a separately incorporated non-profit entity chartered by the National Organization providing services that support the mission within its won designated territory, the State of Florida.

A summary of the Organization's significant accounting policies follows:

Financial statement presentation: In accordance with Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statements of Not-for-Profit Organizations," the Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. A description of the three net asset categories follows:

- Unrestricted – Net assets that are not subject to donor-imposed restrictions. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.
- Temporarily Restricted – Net assets whose use by the Foundation is subject to donor-imposed restrictions that can be fulfilled by actions of the Foundation pursuant to those restrictions or that expire by the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.
- Permanently Restricted – Net assets subject to donor-imposed restrictions that they be maintained permanently by the Foundation for such restricted purpose.

Contributions: As promulgated by SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor-imposed restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support, increasing those net asset classes. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Foundation reports the support as unrestricted.

The Foundation reports contributions in the temporarily or permanently restricted net assets class if they are received with donor stipulations as to their use. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are released and reclassified to unrestricted net assets in the statement of activities.

Income taxes: The Foundation is exempt from income taxes under Section 501(c)(3) of the U.S. Internal Revenue Code as a public charity.

Notes to Financial Statements

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

Special events: Revenue from special events is recognized as unrestricted income unless the event is held to benefit a specific purpose. Special events revenue from events considered incidental and peripheral to the Foundation's activities, including those events sponsored by outside parties to benefit the Foundation, are shown net of any related expenses incurred by the Foundation. Expenses from all other fundraising events are shown at their gross amounts in the statements of activities and functional expenses.

Cash and cash equivalents: The Foundation considers all highly liquid investments with an original maturity of three months or less to be cash equivalents.

Investments: Investments are reported at their fair values in the statement of financial position.

Contributed materials, facilities, and services: Some of the operations of the Foundation are conducted in facilities provided for use rent-free, principally under short-term lease agreements. Contributed services are recognized if the services received create or enhance non-financial assets or require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by contribution. Contributed materials are recorded at their fair value at the date of the gift. The estimated fair value of contributed materials, facilities, and services is reflected as support and expenses in the accompanying statements of activities and statements of functional expenses in the period in which the materials, use of facilities, and services are received. For the year ended June 30, 2008 and 2007, contributed materials, facilities, and services totaled approximately \$14,800.

Property and equipment: Property and equipment consists of furniture, equipment and vehicles and is recorded at cost less accumulated depreciation. Improvements and betterments are capitalized; repairs and maintenance costs are expensed. Depreciation is recorded using the straight-line method over the estimated useful lives of the related assets, which range from three to seven years. Amortization on assets being acquired under capital leases is included with depreciation on owned assets.

Functional allocation of expenses: The costs of providing the various programs and other activities have been detailed in the statement of functional expenses and summarized on a functional basis in the statement of activities. Salaries and other expenses associated with a specific program are charged directly to that program. Expenses not specific to a program are allocated by management to the various programs based on an estimate of the relative benefit provided.

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 of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and reported amounts of income and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Reclassifications: Certain prior year balances have been reclassified to conform with the current year financial statement presentation. These reclassifications had no impact on previously reported results of operations or net assets.

National Kidney Foundation of Florida, Inc.

Notes to Financial Statements

**Note 2. Investments**

Investments consisted of the following:

	June 30, 2008		
	Cost	Unrealized Losses	Market Value
Certificates of deposit	\$ 10,000	\$ -	\$ 10,000
Equity investments	406,116	(66,284)	339,832
	<u>\$ 416,116</u>	<u>\$ (66,284)</u>	<u>\$ 349,832</u>

  

	June 30, 2007		
	Cost	Unrealized Gains	Market Value
Certificates of deposit	\$ 10,000	\$ -	\$ 10,000
Equity investments	383,076	30,108	413,184
	<u>\$ 393,076</u>	<u>\$ 30,108</u>	<u>\$ 423,184</u>

Interest and dividends totaled \$33,650 and \$28,180 for the years ended June 30, 2008 and 2007, respectively.

**Note 3. Property and Equipment**

Property and equipment as of June 30 is summarized as follows:

	2008	2007
Furniture and equipment	\$ 129,309	\$ 127,370
Vehicle	2,435	2,435
	<u>131,744</u>	<u>129,805</u>
Less: accumulated depreciation	(108,116)	(95,612)
	<u>\$ 23,628</u>	<u>\$ 34,193</u>

For the years ended June 30, 2008 and 2007 depreciation expense amounted to \$12,504 and \$14,657, respectively.

**Note 4. Thrift Stores**

The Foundation has a contractual arrangements with a for-profit marketing company to solicit and collect donations of used clothing and household goods on behalf of the National Kidney Foundation of Florida.

National Kidney Foundation of Florida, Inc.

Notes to Financial Statements

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**Note 5. Special Events**

Special events revenue and expense for the years ended June 30, 2008 and 2007 consisted of the following:

	2008		
	Revenue	Expense	Net Support
Golf tournaments	\$ 397,863	\$ 141,048	\$ 256,815
Surfing festival	176,879	104,395	72,484
Walk events	252,109	85,424	166,685
Other events	75,775	26,047	49,728
	<u>\$ 902,626</u>	<u>\$ 356,914</u>	<u>\$ 545,712</u>

  

	2007		
	Revenue	Expense	Net Support
Golf tournaments	\$ 409,196	\$ 128,994	\$ 280,202
Surfing festival	152,888	92,818	60,070
Walk events	223,758	78,139	145,619
Other events	71,468	25,819	45,649
	<u>\$ 857,310</u>	<u>\$ 325,770</u>	<u>\$ 531,540</u>

**Note 6. Support Sharing Commitment**

The Foundation's charter issued by the National Kidney Foundation, Inc. requires that 25% of geographically unrestricted public support, and 25% of restricted support that is not required to be spent in the Foundation's territory be remitted to the national organization. Share payments for 2008 and 2007 amounted to approximately \$281,900 and \$260,700, respectively.

**Note 7. Lease Commitments**

The Foundation leases space for locations in Orlando and Cape Coral for total monthly payments of approximately \$3,400. Such leases expire in January 2009 and August 2008, respectively. Additionally, the Foundation has an operating lease for office equipment, with a monthly payment of approximately \$400, which expired in July 2008 and continued month-to-month thereafter.

The future minimum lease payments on noncancelable leases at June 30, 2008 were approximately \$17,000, to be paid through the year ending June 30, 2009.

Total lease expense for operating leases, including those with terms of less than one year, amounted to approximately \$43,500 and \$57,100 during the years ended June 30, 2008 and 2007, respectively.

National Kidney Foundation of Florida, Inc.

Notes to Financial Statements

**Note 7. Lease Commitments (Continued)**

At June 30, 2008 and 2007, the cost and accumulated depreciation associated with capital leases amounted to the following:

	2008	2007
Cost	\$ 21,341	\$ 21,341
Accumulated depreciation	(11,568)	(7,300)
Net	<u>\$ 9,773</u>	<u>\$ 14,041</u>

The Company is obligated under capital leases for office equipment that expire in fiscal year 2011. As of June 30, 2008, future minimum lease payments under the capital lease obligations are as follows:

Years Ending June 30,	Amount
2009	\$ 8,784
2010	8,784
2011	846
<b>Total minimum lease payments</b>	<u>18,414</u>
Less amounts representing interest	3,122
	<u>\$ 15,292</u>

**Note 8. Pension Plan**

The Foundation offers a 403(b) retirement plan to its employees. Employees become eligible to participate after one year of service. The Foundation matches contributions up to a maximum of 5% of participant salaries. During the years ended June 30, 2008 and 2007, the Foundation contributed approximately \$9,000 and \$12,000 to the plan.

**Note 9. Restricted Net Assets**

Temporarily restricted net assets consist of:

	2008	2007
Monies received for use in organizing and operating Transplant Games	\$ 60,615	\$ 46,662
Sarasota Physicians Dialysis Center Inc. – Jane Hall Fund	19,428	25,041
KEEP – Outreach Program	43,528	24,340
Local program monies – Irene Willand Estate	-	31,613
Patients served by Direct Aid Program	22,837	27,911
	<u>\$ 146,408</u>	<u>\$ 155,567</u>

National Kidney Foundation of Florida, Inc.

Notes to Financial Statements

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**Note 9. Restricted Net Assets (Continued)**

Permanently restricted net assets consist of:

	2008	2007
Visiting professorship at University of Miami	\$ 20,000	\$ 20,000

Earnings on the permanently restricted amount above are unrestricted and may be used as earned.

**Note 10. Concentrations**

Financial instruments that are exposed to concentrations of credit risk consist of cash placed with federally insured financial institutions. Such accounts may at times exceed federally insured limits. The Foundation has not experienced any losses on such accounts.

# McGladrey & Pullen

Certified Public Accountants

## Independent Auditor's Report on the Supplementary Information

To the Board of Directors  
National Kidney Foundation of Florida, Inc.  
Orlando, Florida

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information on page 17 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the 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.

*McGladrey & Pullen, LLP*

Orlando, Florida  
October 1, 2008

National Kidney Foundation of Florida, Inc.

Schedule of Share Reconciliation  
Year Ended June 30, 2008

	Gross Revenue	Allowable Deductions	Non-shareable Revenues	Shareable Revenues	Share Reported
July	\$ 51,613	\$ 16,985	\$ 1,864	\$ 32,764	\$ 8,191
August	64,746	26,284	1,240	37,222	9,306
September	122,065	46,111	19,807	56,147	14,037
October	65,482	12,228	10,286	42,968	10,742
November	123,678	36,741	11,265	75,672	18,918
December	98,652	23,773	15,774	59,105	14,776
January	175,496	33,571	(10,160)	152,085	38,021
February	212,516	36,168	11,837	164,511	41,128
March	171,265	41,665	23,250	106,350	26,588
April	269,372	19,356	25,269	224,747	56,187
May	260,604	72,326	28,495	159,783	39,946
June	179,048	76,790	85,824	16,434	4,109
Adjustments for June	872	872	-	-	-
<b>Total per share reports</b>	<b>1,795,409</b>	<b>\$ 442,870</b>	<b>\$ 224,751</b>	<b>\$ 1,127,788</b>	<b>\$ 281,949</b>
<b>Total public support and revenue per audit</b>	<b>1,455,249</b>				
Difference between audit and share report	340,160				
Reconciling adjustments:					
Special events direct expenses	(356,914)				
Vehicle donation program direct expenses	(47,071)				
Thrift store direct expenses	(10,274)				
Thrift store income receivable	7,815				
Net unrealized loss on investments	66,284				
<b>Difference</b>	<b>\$ -</b>				

The above schedule is provided to reconcile the Foundation's gross revenues reported to the National Kidney Foundation in its share reports to the total public support and revenue reported in the statement of activities.