

KEAN FEDERATION OF TEACHERS
AFT LOCAL 2187
ALLOCATION BETWEEN
CHARGEABLE AND NON-CHARGEABLE EXPENSES
YEAR ENDED JUNE 30, 2011



To the Executive Board
Kean Federation of Teachers
AFT Local 2187
Union, New Jersey

At your request, we have performed certain agreed upon procedures, as enumerated below, with respect to the allocation of the expenses of Kean Federation of Teachers AFT Local 2187 between chargeable and non-chargeable expenses (Columns B and C).

The procedures were performed solely to assist you in connection with the determination of chargeable and non-chargeable expenses of agency to members. It is understood that this report is solely for your information and is not to be referred to or distributed for any purposes to anyone other than Kean Federation of Teachers AFT Local 2187 or its affiliates. The procedures we performed are summarized as follows:

- A. We tested the allocations for mathematical accuracy.
- B. We checked the underlying allocation assumptions for reasonableness.

Because the above procedures do not constitute an examination or review made in accordance with generally accepted auditing standards, we do not express an opinion on any of the amounts or items referred to above. In connection with the procedures referred to above, no matters came to our attention that caused us to believe that the specified amounts or items should be adjusted. Had we performed additional procedures or had we made an examination or review on the Expense Statement in accordance with generally accepted auditing standards, matters might have come to our attention that would have been reported to you. This report relates only to the allocation of Kean Federation of Teachers AFT Local 2187 and does not extend to any financial statements of Kean Federation of Teachers AFT Local 2187 taken as a whole.

Marchionda & Ferrer, P.A.

Marchionda & Ferrer, P.A.
Certified Public Accountants

January 20, 2012

KEAN FEDERATION OF TEACHERS
AFT LOCAL 2187
ALLOCATION BETWEEN CHARGEABLE AND NON-CHARGEABLE EXPENSES
INCOME TAX BASIS
YEAR ENDED JUNE 30, 2011

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KEAN FEDERATION OF TEACHERS
AFT LOCAL 2187
ALLOCATION BETWEEN CHARGEABLE AND NON-CHARGEABLE EXPENSES
CASH BASIS
JUNE 30, 2011

	Total <u>Column A</u>	Chargeable Expenses <u>Column B</u>	Non-Chargeable Expenses <u>Column C</u>
Expenses:			
Per Capita Dues	\$230,916	\$230,916	\$ -0-
Officer Stipends	62,895	62,895	-0-
Professional Fees	5,900	5,900	-0-
Office Salary	38,599	38,599	-0-
Conferences	405	405	-0-
Gifts and Donations	1,407	1,407	-0-
Legal Fees	29,714	29,714	-0-
Advertising	149	149	-0-
Meeting Expenses	28,219	28,219	-0-
Office Expenses	4,349	4,349	-0-
Equipment Rental	4,323	4,323	-0-
Scholarships	10,500	10,500	-0-
Payroll Tax Expense	8,830	8,830	-0-
Payroll Service	2,171	2,171	-0-
Telephone	2,395	2,395	-0-
Depreciation	66	66	-0-
Postage	244	244	-0-
Travel	5,750	5,750	-0-
Maintenance	1,179	1,179	-0-
Bank Charges	747	738	9
Subscriptions	230	230	-0-
Political Contributions	<u>2,550</u>	<u>-0-</u>	<u>2,550</u>
 Total Expenses	 <u>\$441,538</u>	 <u>\$438,979</u>	 <u>\$ 2,559</u>
	<u>100%</u>	<u>99.50%</u>	<u>0.50%</u>

See accompanying notes and accountants' report.

KEAN FEDERATION OF TEACHERS
AFT LOCAL 2187
NOTES TO FINANCIAL STATEMENT
JUNE 30, 2011

Note 1) Summary of Significant Accounting Policies:

Organization

The Organization's purpose is to bring full-time, part-time and adjunct faculty and professional college staff into relations of mutual assistance and cooperation, in addition to advancing the interests of faculty and professional college staff. The organization is affiliated with The American Federation of Teachers and The Council of New Jersey State College Locals.

Basis of Accounting

The Organization's policy is to prepare its financial statements on the cash basis of accounting; consequently, contributions and other revenues are recognized when received rather than when promised or earned, and certain expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

Income Taxes

The Organization is an unincorporated association under New Jersey Statutes 2A:61-1 et seq. The Organization has tax-exempt status under Section 501(C)(5) of the Internal Revenue Code.

Estimates

Preparation of financial statements on the cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.