

CONGRESS FOR THE NEW URBANISM

**Financial Statements
with
Independent Auditor's Report**

December 31, 2008

PW & ASSOCIATES, LLP

Certified Public Accountants

115 S. Wilke Road, Suite 200A
Arlington Heights, IL 60005
Phone 847-577-6686
Fax 847-577-6788
e-mail admin.pwa@sbcglobal.net

Independent Auditor's Report

Board of Directors
CONGRESS FOR THE NEW URBANISM
140 S. Dearborn Street, Suite 404
Chicago, IL 60603

We have audited the accompanying Balance Sheet of the Congress for the New Urbanism ("CNU") as of December 31, 2008, and the related statements of activities and changes in Fund Balance and statement of Cash Flows for the year then ended. These financial statements are the responsibility of CNU's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. 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 the test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes the assessing accounting principles used and significant estimates made by management, as well as evaluating the overall financial statements presentation. We believe that our audit provides 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 CNU as of December 31, 2008 and the changes in its net assets and cash flows for the year then ended in conformity with generally accepted accounting principles.



Kevin Park
General Partner
PW & Associates, LLP
Certified Public Accountants

August 7, 2009

CONGRESS FOR THE NEW URBANISM

Statement of Financial Position

December 31, 2008

(With Comparative Totals at December 31, 2007)

	<u>2008</u>	<u>2007</u>
<u>ASSETS</u>		
Current Assets		
Cash and Equivalents	\$ 217,645	\$ 503,462
Grant Receivable	\$ 10,000	
Accounts Receivable	-	4,875
Total Current Assets	<u>227,645</u>	<u>508,337</u>
Deposits and Other Asset	10,712	21,808
Property and Equipment - Net	<u>5,014</u>	<u>5,796</u>
Total assets	<u>\$ 243,371</u>	<u>\$ 535,941</u>

LIABILITIES AND NET ASSETS

Liabilities

Current Liabilities

Accounts Payable	\$ 37,039	\$ 46,511
Accrued Expenses	1,921	415
Due to Affiliates	<u>27,559</u>	<u>31,979</u>

 Total Liabilities 66,519 78,905

Net assets

Unrestricted Net Assets	176,852	457,036
Temporarily Restricted	-	-

 Total Net Assets 176,852 457,036

Total Liabilities and Net Assets **\$ 243,371** **\$ 535,941**

CONGRESS FOR THE NEW URBANISM

Statement of Activities

For the Year Ended December 31, 2008

(With Comparative Totals at December 31, 2007)

	Unrestricted	Temporarily Restricted	Total 2008	Total 2007
REVENUE				
Contributions and Grants	\$ 307,611	-	\$ 307,611	\$ 656,911
Event Fees	586,973	-	586,973	529,507
Membership Dues	494,301	-	494,301	477,450
Government Contracts	85,350	-	85,350	19,074
Program Service Fees	39,683	-	39,683	33,499
Interest Income	14,587	-	14,587	16,293
Miscellaneous	24,305	-	24,305	28,615
Total Revenue	1,552,810	-	1,552,810	1,761,349
Net Assets Released from Restrictions	-	-	-	-
EXPENSES				
Program	1,323,514		1,323,514	1,291,538
General and Administration	509,480		509,480	293,897
Total Expenses	1,832,994		1,832,994	1,585,435
Change in Net Assets	(280,184)	-	(280,184)	175,913
NET ASSETS, Beginning of the Year	457,036	-	457,036	281,122
Prior Period Adjustments	-		-	-
NET ASSETS, End of the Year	\$ 176,852	\$ -	\$ 176,852	\$ 457,036

See Notes to Financial Statements

CONGRESS FOR THE NEW URBANISM

Statement of Functional Expenses For the Year Ended December 31, 2008 (With Comparative Totals at December 31, 2007)

	Program	General and Administration	Total	
			2008	2007
Salaries	\$ 351,368	\$ 309,015	\$ 660,383	\$ 622,910
Payroll Taxes and Employee Benefits	56,660	49,832	106,492	93,205
	<u>408,028</u>	<u>358,847</u>	<u>766,875</u>	<u>716,115</u>
Contract Services	242,762	29,819	272,581	163,858
Accounting and Legal Fees	-	6,367	6,367	6,000
Facilities and Catering	171,126	1,153	172,279	142,309
Travel and Lodging	87,354	12,648	100,002	76,524
Membership Publications	134,503	-	134,503	130,057
Printing and Duplication	84,486	5,556	90,042	92,886
Postage	19,529	6,615	26,144	33,423
Recording and Audio Visual	65,767	-	65,767	47,113
Telephone	9,033	7,944	16,977	13,582
Occupancy	38,658	33,999	72,657	72,160
Books and Publications	1,859	455	2,314	4,506
Office Supplies and Equipment	33,927	29,837	63,764	40,691
Bank and Credit Card Fees	21,017	10,960	31,977	28,562
Miscellaneous	382	808	1,190	9,338
Insurance	2,681	2,359	5,040	5,081
Total Expenses before Depreciation	<u>913,084</u>	<u>148,520</u>	<u>1,061,604</u>	<u>866,090</u>
Depreciation	<u>2,402</u>	<u>2,113</u>	<u>4,515</u>	<u>3,230</u>
Total Expenses	<u>\$ 1,323,514</u>	<u>\$ 509,480</u>	<u>\$ 1,832,994</u>	<u>\$ 1,585,435</u>

See Notes to Financial Statements.

CONGRESS FOR THE NEW URBANISM

Statement of Cash Flows

For the Year Ended December 31, 2008

(With Comparative Totals at December 31, 2007)

	<u>2008</u>	<u>2007</u>
Operating Activities:		
Increase (decrease) in net assets	\$ (280,184)	\$ 175,914
Depreciation	4,515	3,230
(Increase) Decrease in grant receivable	(10,000)	
(Increase) Decrease in other receivable	4,875	(4,711)
(Increase) Decrease in client deposits and prepaid expenses	11,096	66
Increase (Decrease) in payroll taxes and other payables	(7,966)	(7,226)
Increase (Decrease) in Due to affiliate	(4,420)	(11,091)
	<u>(282,084)</u>	<u>156,182</u>
Net cash flows provided from operations		
Investing activities:		
Purchase of fixed assets	(3,733)	(1,259)
Financing activities		
None	-	-
(Decrease) in cash	<u>(285,817)</u>	<u>154,923</u>
Cash balance		
Beginning of year	<u>503,462</u>	<u>348,539</u>
End of year	<u>\$ 217,645</u>	<u>\$ 503,462</u>

CONGRESS FOR THE NEW URBANISM
Notes to Financial Statements
December 31, 2008

1 Summary of Organization

Congress for the New Urbanism ("CNU") is a Chicago-based not-for-profit organization that was founded in 1993. CNU works with architects, developers, planners, and others involved in the creation of cities and towns, teaching them how to implement the principles of the New Urbanism. These principles include coherent regional planning, walkable neighborhoods, and attractive, accommodating civic spaces. CNU sponsors conferences, known as Congresses for the sharing and discussion of best practices in New Urbanism.

2 Summary of Significant Accounting Policies

Method of Accounting

The Organization's assets, liabilities, and net assets are presented on the accrual basis of accounting.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, the Organization is required to report 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.

Cash and Cash Equivalents

Cash equivalents held for investment and not used in operations are considered to be investments for the statement of cash flows.

Promises to Give

Unconditional promises to give are recognized as revenues or gains in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Property and Equipment

CNU capitalizes all expenditure for property and equipment in excess \$1000. Purchased property and equipment are carried at cost. Donated property and equipments are carried at the approximate fair value at the date of donation. Depreciation is computed using straight-line method.

CONGRESS FOR THE NEW URBANISM
Notes to Financial Statements
December 31, 2008
(Continued)

2 Summary of Significant Accounting Policies - continued

Donated Property and Equipment

Donations of property and equipment are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Organization reclassifies temporarily restricted net assets to unrestricted net assets at that time.

Contributions

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated purpose restriction is accomplished, temporary net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Donated Services

Donated services are recognized as contributions in accordance with SFAS No. 116, *Accounting for Contributions Received and Contributions Made*, if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization.

Use of Estimates

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

Income Taxes

CNU is a public charity exempt from taxation under Internal Revenue Code Section 501(c) (3) and Illinois Revenue and Tax Code Section 205(a). CNU qualifies for the charitable contribution deduction under Section 170(b) (1) (A) and has been classified as an organization that is not a private foundation under Section 509(a) (2).

CONGRESS FOR THE NEW URBANISM
Notes to Financial Statements
December 31, 2008
(Continued)

3 Property and Equipment

Property and Equipment consists of the following:

Office furniture and fixtures	\$ 11,594
Equipment	39,024
Leasehold improvements	<u>2,866</u>
	53,484
Accumulated depreciation	<u>(48,470)</u>
	<u>\$ 5,014</u>

4 Concentrations of Credit Risk Arising from Cash Deposits in Excess of Insured Limits

CNU maintains cash balances at one financial institution with four different accounts. Each account is insured by the Federal Deposit Insurance Corporation up to \$250,000. At December 31, 2008, the Organization's cash balance is fully insured.