

CALIFORNIA CENTER FOR
PUBLIC HEALTH ADVOCACY

FINANCIAL STATEMENTS

December 31, 2008 and 2007

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
California Center for Public Health Advocacy
Davis, California

We have audited the accompanying statements of financial position of California Center for Public Health Advocacy, (a nonprofit corporation) as of December 31, 2008, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of California Center for Public Health Advocacy's management. Our responsibility is to express an opinion on these financial statements based on our audit. The financial statements of California Center for Public Health Advocacy as of December 31, 2007, were audited by another auditor whose report dated June 2, 2008, expressed an unqualified opinion on those statements.

We conducted our audit 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 December 31, 2008, financial statements referred to above present fairly, in all material respects, the financial position of California Center for Public Health Advocacy as of December 31, 2008, and the changes in their net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Haley & Company

HALEY & COMPANY, LLP

July 6, 2009



California Center for Public Health Advocacy
 Statements of Financial Position
 December 31, 2008 and 2007

<u>ASSETS</u>	2008	2007
Current Assets		
Cash and cash equivalents	\$ 1,333,912	\$ 1,411,413
Grants receivable	647,121	52,460
Employee and other receivables	11,766	434
Prepaid expenses	<u>2,357</u>	<u>4,708</u>
Total current assets	<u>1,995,156</u>	<u>1,469,015</u>
Buildings, Furniture and Equipment		
Office furniture and equipment	41,564	39,798
Less: accumulated depreciation	<u>(20,334)</u>	<u>(21,281)</u>
Net buildings, furniture and equipment	<u>21,230</u>	<u>18,517</u>
Other Non-Current Assets		
Deposits	<u>7,355</u>	<u>5,967</u>
Total non-current assets	<u>7,355</u>	<u>5,967</u>
Total Assets	<u>\$ 2,023,741</u>	<u>\$ 1,493,499</u>
 <u>LIABILITIES AND NET ASSETS</u>		
Current Liabilities		
Accounts payable	\$ 35,808	\$ -
Accrued payroll expenses	2,675	32,391
Accrued vacation	28,020	28,165
Credit card payable	<u>389</u>	<u>-</u>
Total current liabilities	<u>66,892</u>	<u>60,556</u>
Total liabilities	<u>66,892</u>	<u>60,556</u>
 Net Assets		
Unrestricted net assets	185,999	147,440
Temporarily restricted net assets	<u>1,770,850</u>	<u>1,285,503</u>
Total net assets	<u>1,956,849</u>	<u>1,432,943</u>
Total Liabilities and Net Assets	<u>\$ 2,023,741</u>	<u>\$ 1,493,499</u>

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

California Center for Public Health Advocacy
 Statements of Activities
 For the years ended December 31, 2008 and 2007

<u>UNRESTRICTED NET ASSETS</u>	2008	2007
Support, revenue and gains:		
Foundation grants	\$ 844,162	\$ 635,798
Contributions	67,517	120,087
Program fees	7,420	5,711
Investment income	33,991	34,884
Net assets released from restrictions:		
Restrictions satisfied by payments	568,305	377,902
 Total unrestricted support, revenue and gains	 1,521,395	 1,174,382
 Expenses:		
Program Services		
Education	797,087	664,464
Research	427,285	159,340
Lobbying	55,024	138,229
Total program expenses	1,279,396	962,033
Supporting Services		
Management and general	164,731	141,236
Fundraising	38,709	25,825
Total supporting expenses	203,440	167,061
Total expenses	1,482,836	1,129,094
 Increase in unrestricted net assets	 38,559	 45,288
 <u>TEMPORARILY RESTRICTED NET ASSETS</u>		
Temporarily restricted grants	1,053,652	1,112,954
Restrictions satisfied by payments	(568,305)	(377,902)
 Increase in temporarily restricted net assets	 485,347	 735,052
 INCREASE IN NET ASSETS	 523,906	 780,340
 NET ASSETS AT BEGINNING OF YEAR	 1,432,943	 652,603
 NET ASSETS AT END OF YEAR	 \$ 1,956,849	 \$ 1,432,943

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

California Center for Public Health Advocacy
Statement of Functional Expenses
For the year ended December 31, 2008

	Total Program				2008		
	Education	Research	Lobbying	Services	Management and General	Fundraising	Total
Salaries and wages	\$ 316,601	\$ 161,755	\$ 16,568	\$ 494,924	\$ 76,047	\$ 14,460	\$ 585,431
Payroll taxes	24,751	12,646	1,295	38,692	5,946	1,130	45,768
Employee benefits	88,356	45,142	4,624	138,122	21,223	4,036	163,381
Program related							
contracts	93,389	-	-	93,389	-	-	93,389
Partnership building	27,834	-	-	27,834	-	-	27,834
Policy maker educator	51,978	-	-	51,978	-	-	51,978
Public relations	46,126	16,477	-	62,603	-	-	62,603
Research	-	115,776	-	115,776	-	-	115,776
Accounting and audit	-	-	-	-	25,315	-	25,315
Depreciation	3,426	1,750	179	5,355	824	156	6,335
Evaluation	7,900	-	-	7,900	-	-	7,900
Fundraising consultant:	8,540	8,540	-	17,080	-	13,100	30,180
Insurance	3,008	1,537	157	4,702	724	137	5,563
Legal services	-	-	-	-	4,721	-	4,721
Legislative advocacy	-	-	25,681	25,681	-	-	25,681
Meetings	575	-	-	575	-	-	575
Occupancy	56,317	28,773	2,947	88,037	13,527	2,572	104,136
Organizational							
development	4,132	2,111	216	6,459	993	189	7,641
Printing	8,694	4,442	455	13,591	2,089	397	16,077
Supplies	21,091	10,776	1,104	32,971	5,066	963	39,000
Telephone	12,862	6,572	673	20,107	3,090	587	23,784
Travel	21,466	10,967	1,123	33,556	5,157	980	39,693
Web site	41	21	2	64	9	2	75
Total expenses	\$ 797,087	\$ 427,285	\$ 55,024	\$ 1,279,396	\$ 164,731	\$ 38,709	\$ 1,482,836
Total percentage	53.75%	28.82%	3.71%	86.28%	11.11%	2.61%	100.00%

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

California Center for Public Health Advocacy
Statement of Functional Expenses
For the year ended December 31, 2007

	Total Program				Management and General		2007	
	Education	Research	Lobbying	Services	and General	Fundraising	Total	Total
Salaries and wages	\$ 296,443	\$ 83,591	\$ 50,664	\$ 430,698	\$ 76,568	\$ 12,900	\$ 520,166	\$ 520,166
Payroll taxes	23,463	6,616	4,010	34,089	6,061	1,021	41,171	41,171
Employee benefits	66,479	18,746	11,362	96,587	17,170	2,893	116,650	116,650
Program related contracts	36,468	-	-	36,468	-	-	36,468	36,468
Partnership building	8,124	-	-	8,124	-	-	8,124	8,124
Policy maker education	-	-	-	-	-	-	-	-
Public relations	98,254	-	-	98,254	-	-	98,254	98,254
Research	-	25,325	-	25,325	-	-	25,325	25,325
Accounting and audit	-	-	-	-	6,358	-	6,358	6,358
Depreciation	3,547	1,000	606	5,153	917	154	6,224	6,224
Evaluation	-	-	-	-	-	-	-	-
Fundraising consultants	6,230	-	-	6,230	-	-	6,230	6,230
Insurance	2,505	706	428	3,639	648	109	4,396	4,396
Legal services	-	-	-	-	12,455	-	12,455	12,455
Legislative advocacy	-	-	57,224	57,224	-	-	57,224	57,224
Meetings	-	366	-	366	-	-	366	366
Occupancy	39,280	11,076	6,713	57,069	10,147	1,709	68,925	68,925
Organizational development	6,394	1,803	1,093	9,290	1,652	278	11,220	11,220
Printing	1,106	312	189	1,607	285	48	1,940	1,940
Supplies	13,372	3,771	2,286	19,429	3,453	5,783	28,665	28,665
Telephone	10,971	3,093	1,875	15,939	2,834	477	19,250	19,250
Travel	41,419	-	-	41,419	-	-	41,419	41,419
Web site	10,409	2,935	1,779	15,123	2,688	453	18,264	18,264
Total expenses	\$ 664,464	\$ 159,340	\$ 138,229	\$ 962,033	\$ 141,236	\$ 25,825	\$ 1,129,094	\$ 1,129,094
Total percentage	58.85%	14.11%	12.24%	85.20%	12.51%	2.29%	100.00%	100.00%

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

California Center for Public Health Advocacy
 Statements of Cash Flows
 For the years ended December 31, 2008 and 2007

<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>	2008	2007
Increase in net assets:	\$ 523,906	\$ 780,340
Adjustments to reconcile increase in net assets to net cash provided (used) by operating activities:		
Depreciation	6,335	6,224
Loss on disposition of fixed assets	2,817	
(Increase)Decrease in operating assets:		
Grants receivable	(594,661)	377
Employee and other receivables	(11,332)	-
Prepaid expenses	2,351	(1,688)
Rental deposit paid	(1,388)	(1,967)
Increase(Decrease) in operating liabilities:		
Accounts payable	35,808	-
Accrued payroll expenses	(29,716)	6,120
Accrued vacation	(145)	1,907
Credit card payable	389	-
	(65,636)	791,313
 <u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Acquisition of fixed assets	(11,865)	(10,451)
Net cash used by investing activities	(11,865)	(10,451)
 NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(77,501)	780,862
BEGINNING CASH	1,411,413	630,551
ENDING CASH	\$ 1,333,912	\$ 1,411,413
 Taxes paid	\$ -	\$ -
Interest paid	\$ -	\$ -

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