

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.

FINANCIAL STATEMENTS

AS OF AUGUST 31, 2011

TOGETHER WITH AUDITOR'S REPORT

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
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Nawrocki Smith LLP
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of the
Suffolk Community College Association, Inc.:

We have audited the accompanying statement of financial position of the Suffolk Community College Association, Inc. (the "Association") as of August 31, 2011, and the related statements of activities and changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the Association's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Association's 2010 financial statements and supplementary schedules and was audited by other auditors. Those auditors expressed an unqualified opinion on those financial statements and supplementary schedules in their report dated December 22, 2010.

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 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 the Suffolk Community College Association, Inc. as of August 31, 2011, and its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying supplementary schedules are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects, in relation to the financial statements taken as a whole.

Melville, New York
February 7, 2012

Nawrocki Smith LLP

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
AS OF AUGUST 31, 2011 AND 2010

<u>ASSETS</u>	<u>2011</u>	<u>2010</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ 914,543	\$ 974,102
Investments	-	543,972
Accounts receivable	55,199	16,460
Inventory	7,118	13,177
Prepaid expenses	87,657	71,592
Total current assets	1,064,517	1,619,303
FIXED ASSETS, net of accumulated depreciation of \$753,269 and \$605,150, respectively	418,173	485,071
Total assets	\$ 1,482,690	\$ 2,104,374
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable and accrued liabilities	\$ 229,686	\$ 530,470
Accrued compensated absences	43,948	50,450
Deferred revenues	6,123	55
Total current liabilities	279,757	580,975
NET ASSETS:		
Unrestricted	734,803	1,013,916
Temporarily restricted	468,130	509,483
Total net assets	1,202,933	1,523,399
	\$ 1,482,690	\$ 2,104,374

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

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED AUGUST 31, 2011
(With Summarized Totals For 2010)

	2011			2010
	Unrestricted	Temporarily Restricted	Total	Total
REVENUES:				
College fees	\$ 3,301,660	\$ 535,944	\$ 3,837,604	\$ 3,744,539
Tuition	386,376	-	386,376	398,837
Food sales	325,048	-	325,048	331,604
Federal aid	100,134	-	100,134	102,611
Child care subsidies	169,800	-	169,800	145,071
Catering	115,157	-	115,157	117,052
Theater income	33,066	31,814	64,880	32,854
Investment income	2,754	147	2,901	3,841
Advertising income	11,500	-	11,500	21,878
Copy income	12,359	-	12,359	13,183
Fundraising	24,554	-	24,554	26,446
Student Activities Board	2,432	-	2,432	2,445
Registration fees	7,156	-	7,156	6,654
Program income	-	532,006	532,006	562,150
Miscellaneous	56,970	7,000	63,970	91,841
Total revenues	4,548,966	1,106,911	5,655,877	5,601,006
EXPENSES:				
Program expenses	5,513,293	-	5,513,293	5,034,208
Management and general	445,234	-	445,234	575,201
Fundraising	17,816	-	17,816	24,952
Total expenses	5,976,343	-	5,976,343	5,634,361
NET ASSETS RELEASED FROM RESTRICTIONS	1,148,264	(1,148,264)	-	-
CHANGE IN NET ASSETS	(279,113)	(41,353)	(320,466)	(33,355)
NET ASSETS, BEGINNING OF YEAR	1,013,916	509,483	1,523,399	1,556,754
NET ASSETS, END OF YEAR	\$ 734,803	\$ 468,130	\$ 1,202,933	\$ 1,523,399

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

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS (INDIRECT METHOD)
FOR THE YEARS ENDED AUGUST 31, 2011 AND 2010

	<u>2011</u>	<u>2010</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (320,466)	\$ (33,355)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	149,261	107,955
(Increase) decrease in accounts receivable	(38,739)	24,589
Decrease in inventory	6,059	484
Increase in prepaid expenses	(16,065)	(4,504)
Increase (decrease) in accounts payable and accrued liabilities	(300,784)	367,402
Increase in accrued compensated absences	(6,502)	4,352
Increase in deferred revenues	6,068	(1,105,537)
	<u>(521,168)</u>	<u>(638,614)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Sale of investments	543,972	1,365
Purchase of fixed assets	(82,363)	(296,717)
	<u>461,609</u>	<u>(295,352)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	<u>(59,559)</u>	<u>(933,966)</u>
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>974,102</u>	<u>1,908,068</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 914,543</u>	<u>\$ 974,102</u>

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

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS

(1) **Background and organization**

The Suffolk Community College Association, Inc. (the "Association") was incorporated on December 23, 1960 as a not-for-profit corporation within the State of New York and is exempt from Federal taxation under Section 501(c)(3) of the Internal Revenue Code. The principal purpose of the Association is to provide services to students enrolled in Suffolk Community College (the "College").

(2) **Summary of significant accounting policies:**

The accompanying financial statements include the assets, liabilities, revenues and expenses of the Association which are presented under the accrual basis of accounting. The following is a summary of significant accounting policies followed by the Association:

Financial statement presentation –

The accompanying financial statements include the accounts of the Association's programs, administration and fundraising. The Association presents its financial statements in accordance with U.S. generally accepted accounting principles, which require the Association's financial statements distinguish between unrestricted, temporarily restricted and permanently restricted net assets and changes in net assets. The Association's net assets consist of the following:

Unrestricted - net assets of the Association which have not been restricted by an outside donor or by law and are therefore available for use in carrying out the operations of the Association.

Temporarily restricted - net assets of the Association which have been limited by donor-imposed stipulations or by law that either expire with the passage of time or can be fulfilled and removed by the actions of the Association pursuant to those stipulations.

The Association does not possess any permanently restricted net assets.

The Association allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support service are allocated directly according to their natural expense classification. Other expenses that are common to several functions are allocated by various rational bases.

Revenue and expense recognition –

Revenues are generally recognized when earned and are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are generally recognized when incurred and are reported as decreases in unrestricted net assets. Net appreciation (depreciation) on investments and other gains (losses) on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expiration of temporary restrictions on net assets are reported as net assets released from restrictions. There are certain interfund revenues and expenses, including administrative offsets, that have not been eliminated in the financial statement combinations. In management's opinion, this policy has been consistently applied and does not materially impact the financial statements.

Cash and cash equivalents –

All highly liquid investments purchased with an original maturity of three months or less are considered to be cash equivalents for financial statement purposes.

Investments –

Investments are recorded at fair value. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. The Organization follows U.S. generally accepted accounting principles regarding fair value measurements which establish a fair value hierarchy, requiring an entity to maximize the use of observable inputs and minimize the use of unobservable inputs when measuring fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the reported entity has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

Investment income is recorded when earned and considered available for unrestricted use unless otherwise restricted by the donor. Realized and unrealized gains and losses are determined on the basis of specific identification.

Inventory –

Inventory is stated at the lower of cost (first-in, first-out method) or market value.

Fixed assets –

Fixed assets are capitalized at cost or, if donated, at fair market value as of the date of receipt. Maintenance and repairs are expensed as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets (generally periods of three to five years).

Impairment of long-lived assets and long-lived assets to be disposed of –

The Association follows the provision of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification on accounting for the impairment and disposal of long-lived assets. It requires that long-lived assets and certain identifiable intangibles be reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of the carrying amount or fair value less costs to sell. These principles did not have any impact on the Association's financial position, results of activities or liquidity during the years ended August 31, 2011 and 2010.

Donated services –

A number of volunteers have donated significant amounts of their time in the Association's program services, administration and fundraising campaigns. However, since these services do not meet the criteria for recognition under the U.S. generally accepted accounting principles, they are not reflected in the accompanying financial statements.

Income taxes –

The Organization qualifies as a tax-exempt nonprofit organization under Section 501(c)(3) of the Internal Revenue Code and applicable New York State tax laws. Accordingly, no provision for federal or state income taxes is required.

The use of estimates in the preparation of financial statements –

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 the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results may differ from those estimates.

Summarized comparative information --

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Association's financial statements for the year ended August 31, 2010, from which the summarized information was derived.

(3) Investments

Investments principally consist of certificates of deposit and money markets. Investments as of August 31, 2011 and 2010 are as follows:

	<u>2011</u>		<u>2010</u>	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
Certificate of deposit	\$ -	\$ -	\$ 449,416	\$ 449,416
Money market	-	-	94,556	94,556
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 543,972</u>	<u>\$ 543,972</u>

Due to the Association closing out their investment funds and transferring monies to their operating account during the current fiscal year, the Association did not possess any level 1, 2 or 3 type of investments at August 31, 2011.

The following table represents the Association's fair value hierarchy for investments as of August 31, 2010:

	<u>Fair value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Certificate of deposit	\$ 449,416	\$ 449,416	\$ -	\$ -
Money market	94,556	94,556	-	-
	<u>\$ 543,972</u>	<u>\$ 543,972</u>	<u>\$ -</u>	<u>\$ -</u>

As of August 31, 2010, the Association did not possess any level 2 or 3 type of investments.

Investment income, which is included in the Statements of Activities for the years ended August 31, 2011 and 2010, consists of the following:

	<u>2011</u>	<u>2010</u>
Realized gain	<u>\$ 2,901</u>	<u>\$ 3,631</u>

(4) **Fixed assets**

Fixed assets as of August 31, 2011 and 2010 are comprised of the following:

	<u>2011</u>	<u>2010</u>
Computers	\$ 74,348	\$ 62,910
Furniture and fixtures	350,869	293,195
Vehicles	215,573	215,573
Equipment	<u>530,652</u>	<u>518,543</u>
	1,171,442	1,090,221
Less: accumulated depreciation	<u>(753,269)</u>	<u>(605,150)</u>
	<u>\$ 418,173</u>	<u>\$ 485,071</u>

(5) **Deferred revenues**

Deferred revenues consist of monies received by the Association from the College for student activity fees and student activity insurance for the following fiscal year. As of August 31, 2011, the Association had \$6,123 in deferred revenue that pertained to the 2011/2012 school year.

(6) **Net assets**

Temporarily restricted net assets are available for the following purposes:

	<u>2011</u>	<u>2010</u>
Shakespeare festival	\$ 821	\$ 586
Student clubs and activities	309,215	331,658
Graduation	20,957	40,225
Student insurance	<u>137,137</u>	<u>137,014</u>
	<u>\$ 468,130</u>	<u>\$ 509,483</u>

(7) **Pension plan**

The Association maintains a defined contribution plan for employees who have completed one year of service, as defined in the plan. The Association makes monthly contributions to the plan based on eight percent of a participant's salary until the participant achieves seven years of service, at which time the Association is then required to contribute ten percent of the participant's salary. Total pension expense for the years ended August 31, 2011 and 2010 was \$55,698 and \$58,334, respectively.

(8) **Commitments and contingencies:**

Future minimum lease commitments -

The Association is obligated under operating leases for its office facility and certain equipment. Future minimum lease payments under these leases are as follows:

Year Ending	
<u>August 31,</u>	
2012	\$ <u>17,040</u>

(9) **Concentrations of credit risk**

The Association maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Association has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash and cash equivalents.

(10) **Subsequent events**

The Association has evaluated subsequent events through February 7, 2012, which is the date these financial statements were available to be issued, noting no further matters requiring disclosure.

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
SUPPLEMENTARY SCHEDULES OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED AUGUST 31, 2011 AND 2010

	2011			2010				
	Program Services	Supporting Services		Total	Program Services	Supporting Services		Total
		Management and General	Fundraising			Management and General	Fundraising	
Salaries	\$ 696,081	\$ 201,486	\$ -	\$ 897,567	\$ 647,577	\$ -	\$ 844,555	
Athletics	838,801	-	-	838,801	740,139	-	740,139	
Insurance	440,376	143,687	-	584,073	429,596	153,137	582,733	
Campus activities	795,633	-	-	795,633	783,593	-	783,593	
Theater	340,669	-	-	340,669	322,987	-	322,987	
Payroll taxes and fringe benefits	174,262	54,526	-	228,788	165,860	51,293	217,153	
Student Government	112,258	-	-	112,258	52,995	-	52,995	
Cost of goods sold	174,510	-	-	174,510	177,930	-	177,930	
Student Organizations	204,999	-	-	204,999	152,654	-	152,654	
Publications	74,466	-	-	74,466	80,746	-	80,746	
Graduation program expense	146,059	-	-	146,059	122,230	-	122,230	
Contingency Fund	183,424	-	-	183,424	203,818	-	203,818	
New student orientation	70,194	-	-	70,194	74,442	-	74,442	
Operations and maintenance	118,109	75,525	-	193,634	47,588	191,457	239,045	
Depreciation	149,261	-	-	149,261	107,955	-	107,955	
Vehicle maintenance	57,636	-	-	57,636	142,757	-	142,757	
Breakfast, lunch, and snacks	30,857	-	-	30,857	32,884	-	32,884	
Forensics	37,006	-	-	37,006	33,627	-	33,627	
Supplies and equipment	33,188	-	-	33,188	38,589	-	38,589	
Tournament Fund	121,495	-	-	121,495	59,861	-	59,861	
Visual and performing arts	94,573	-	-	94,573	72,895	-	72,895	
Honor societies	20,090	-	-	20,090	17,389	-	17,389	
Fundraising	-	-	17,816	17,816	-	24,952	24,952	
Administrative offset	-	(30,000)	-	(30,000)	-	(17,664)	(17,664)	
Program expense	553,350	-	-	553,350	453,095	-	453,095	
Miscellaneous	45,996	-	-	45,996	73,001	-	73,001	
	\$ 5,513,293	\$ 445,234	\$ 17,816	\$ 5,976,343	\$ 5,034,208	\$ 24,952	\$ 5,634,361	

The accompanying notes to financial statements should be read in conjunction with these schedules.

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
SUPPLEMENTARY SCHEDULE OF COMBINING STATEMENT OF FINANCIAL POSITION
 AS OF AUGUST 31, 2011
 (With Summarized Totals For 2010)

	2011										2010					
	General Fund		Restricted Special Accounts			Day Care Centers										
	Ammerman	Grant	Easton	Total	Shakespeare Festival	Student Clubs and Activities	Graduation	Student Insurance	Ammerman	Grant	College Wide	Eastern - Food Service	The Baker's Workshop	Culinary Catering	Total	Total
ASSETS																
CURRENT ASSETS:																
Cash and cash equivalents	\$ 220,489	\$ 182,940	\$ 36,445	\$ 439,874	\$ 821	\$ 305,999	\$ 27,617	\$ 137,137	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,095	\$ 914,543	974,102
Investments																543,972
Accounts receivable	5,594	405	18,000	23,999	-	-	-	-	13,835	13,000	-	4,003	362	-	55,189	16,460
Inventory																13,177
Prepaid expenses	69,086	1,404	4,130	74,650	-	-	-	-	3,072	4,384	2,661	2,910	-	-	87,857	71,592
Total current assets	295,179	184,749	58,575	538,503	821	305,999	27,617	137,137	16,907	17,384	2,661	14,031	362	3,095	1,064,517	1,619,303
FIXED ASSETS, net	245,244	112,277	54,432	411,953	-	3,216	-	-	-	-	-	3,004	-	-	418,173	485,071
Total assets	\$ 540,423	\$ 297,026	\$ 113,007	\$ 950,456	\$ 821	\$ 309,215	\$ 27,617	\$ 137,137	\$ 16,907	\$ 17,384	\$ 2,661	\$ 17,035	\$ 362	\$ 3,095	\$ 1,482,690	\$ 2,104,374
LIABILITIES AND NET ASSETS																
CURRENT LIABILITIES:																
Accounts payable and accrued liabilities	\$ 45,921	\$ 13,037	\$ 13,263	\$ 72,221	\$ -	\$ -	\$ 6,660	\$ -	\$ 12,908	\$ 35,143	\$ 2,561	\$ 19,166	\$ 80,442	\$ 485	\$ 229,686	530,470
Accrued compensated absences	10,263	-	874	11,127	-	-	-	-	29,382	2,194	-	1,245	-	-	43,948	50,490
Deferred revenues									6,123	-	-	-	-	-	6,123	55
Total current liabilities	56,174	13,037	14,137	83,348	-	-	6,660	-	48,413	37,337	2,661	20,411	80,442	485	279,757	580,975
NET ASSETS:																
Unrestricted	484,249	283,989	98,870	867,108	821	309,215	20,957	137,137	(31,508)	(19,953)	-	(3,376)	(80,080)	2,610	734,803	1,013,916
Temporarily restricted															468,130	509,483
Total net assets	484,249	283,989	98,870	867,108	821	309,215	20,957	137,137	(31,508)	(19,953)	-	(3,376)	(80,080)	2,610	1,202,933	1,523,399
Total liabilities and net assets	\$ 540,423	\$ 297,026	\$ 113,007	\$ 950,456	\$ 821	\$ 309,215	\$ 27,617	\$ 137,137	\$ 16,907	\$ 17,384	\$ 2,661	\$ 17,035	\$ 362	\$ 3,095	\$ 1,482,690	\$ 2,104,374

The accompanying notes to financial statements should be read in conjunction with these schedules.

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
SUPPLEMENTARY SCHEDULE OF COMBINING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED AUGUST 31, 2011
(With Summarized Totals For 2010)

	General Fund		Restricted Special Accounts					Day Care Centers					2010		
	Ammerman	Grant	Easton	Total	Shakespeare Festival	Student Clubs and Activities	Graduation	Student Insurance	Ammerman	Grant	College Wide	Food Service		The Baker's Workshop	Culinary Catering
REVENUES:															
College fees	\$ 1,748,618	\$ 1,127,424	\$ 425,618	\$ 3,301,660	\$ -	\$ -	\$ 120,000	\$ 415,944	\$ 197,958	\$ 188,418	\$ -	\$ -	\$ -	\$ -	\$ 3,837,604
Tuition	-	-	-	-	-	-	-	-	-	-	-	-	-	-	386,376
Food sales	-	-	-	-	-	-	-	-	48,346	51,788	-	-	110,364	45	331,804
Federal aid	-	-	-	-	-	-	-	-	82,000	80,000	-	-	-	7,800	102,611
Campus activities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	169,000
Charitable contributions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	115,157
Catering	-	-	-	-	-	-	-	-	-	-	-	-	-	-	64,880
Investment income	9,044	24,022	188	33,066	31,814	-	24	123	20	-	-	-	-	-	3,841
Advertising income	11,500	895	188	12,583	-	-	-	-	-	-	-	-	-	-	1,500
Copy income	7,234	3,806	1,620	12,359	-	-	-	-	-	-	-	-	-	-	21,875
Fundraising	16,275	1,400	1,112	17,675	-	-	-	-	-	353	-	-	-	6,520	13,163
Student Activities Board	-	1,320	-	2,432	-	-	-	-	-	3,015	-	-	-	-	26,446
Registration fees	-	-	-	-	-	-	-	-	4,141	3,015	-	-	-	-	2,432
Program income	-	-	-	-	-	-	-	-	-	7,166	-	-	-	-	6,654
Miscellaneous	21,715	422	-	22,137	-	532,006	7,000	-	296	6,529	-	-	9,747	-	562,150
Total revenues	1,816,037	1,158,958	428,638	3,403,583	31,814	532,006	127,024	416,067	332,761	330,109	-	277,995	150,919	53,219	5,655,877
EXPENSES:															
Salaries	201,486	374,484	60,925	636,895	-	-	-	-	258,021	253,088	-	108,971	46,748	28,252	887,667
Athletics	403,392	143,697	198,674	745,763	-	-	-	-	7,510	8,480	-	6,167	2,141	134	838,801
Insurance	395,644	211,547	2,169	609,360	-	-	-	-	-	-	-	-	-	-	584,073
Campus activities	211,547	97,543	2,169	309,099	-	-	-	-	-	-	-	-	-	-	795,633
Theatre	19,611	81,237	11,510	112,358	31,579	-	-	-	71,181	64,973	-	30,855	5,094	-	340,669
Payroll taxes and fringe benefits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	228,788
Cost of goods sold	-	-	-	-	-	-	-	-	-	-	-	-	-	-	112,258
Student Organizations	95,229	79,143	30,627	204,999	-	-	-	-	-	-	-	98,332	53,563	-	174,510
Publications	48,731	17,862	7,873	74,466	-	-	-	-	-	-	-	-	-	-	74,466
Graduation program expenses	-	-	-	-	-	-	146,069	-	-	-	-	-	-	-	146,069
Confidentiality Fund	94,410	43,321	45,693	183,424	-	-	-	-	-	-	-	-	-	-	183,424
New student orientation	40,100	11,226	18,868	70,194	-	-	-	-	2,579	5,029	-	855	11,214	-	70,194
Operations and maintenance	75,525	66,290	30,142	171,957	-	-	-	-	-	-	-	-	-	-	193,634
Depreciation	87,703	34,457	22,224	144,384	-	1,099	-	-	-	-	1,502	-	-	-	149,261
Building maintenance	35,401	21,060	1,175	57,636	-	-	-	-	-	-	-	-	-	-	149,261
Refreshment, lunch and snacks	-	-	-	-	-	-	-	-	-	-	-	-	-	-	149,261
Furniture	26,151	11,855	-	37,006	-	-	-	-	15,842	15,015	-	-	-	-	52,821
Supplies and equipment	101,856	19,639	-	121,495	-	-	-	-	6,268	7,905	-	-	-	-	129,408
Tournament Fund	65,975	15,886	12,712	94,573	-	-	-	-	-	-	-	-	-	-	112,258
Visual and performing arts	9,803	5,218	5,069	20,090	-	-	-	-	-	-	-	-	-	-	20,090
Honor societies	16,275	1,400	-	17,675	-	-	-	-	-	-	-	-	-	-	17,675
Fundraising	(261,210)	144,816	37,987	(78,407)	-	-	-	-	3,800	3,800	-	22,177	15,304	3,326	(30,000)
Administrative offset	-	-	-	-	-	553,350	-	-	-	-	-	-	-	-	553,350
Program expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	13,852	10,450	5,059	29,421	-	-	-	-	51	-	-	-	-	-	29,421
Total expenses	1,878,544	1,279,312	450,707	3,608,563	31,579	554,449	146,292	415,944	366,282	358,431	-	283,402	147,357	64,073	5,976,343
CHANGE IN NET ASSETS	(62,507)	(120,324)	(22,169)	(205,000)	235	(22,443)	(19,268)	123	(33,491)	(28,322)	-	(5,407)	3,552	(10,456)	(33,355)
NET ASSETS, BEGINNING OF YEAR	546,756	404,313	121,039	1,072,108	565	331,658	40,225	137,014	1,985	8,369	-	2,031	(83,642)	13,065	1,523,399
NET ASSETS, END OF YEAR	\$ 484,249	\$ 283,989	\$ 98,870	\$ 867,108	\$ 891	\$ 309,215	\$ 20,957	\$ 137,137	\$ (31,506)	\$ (19,963)	\$ -	\$ (3,376)	\$ (80,090)	\$ 2,610	\$ 1,490,044

The accompanying notes to financial statements should be read in conjunction with these schedules.

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
MEMORANDUM ON ACCOUNTING PROCEDURES
AND INTERNAL CONTROLS
2011



Nawrocki Smith LLP
CERTIFIED PUBLIC ACCOUNTANTS

To the Board of Directors of the
Suffolk Community College Association, Inc.:

In planning and performing our audit of the financial statements of the Suffolk Community College Association, Inc. (the "Association") for the fiscal year ended August 31, 2011, we considered its internal control structure to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure.

During our audit, we noted certain matters involving the internal control structure and other operational matters that are presented for your consideration in the accompanying memorandum. This memorandum also presents information as to the status of the prior year recommendation. This letter does not affect our report dated February 7, 2012 on the financial statements of the Association. We will review the status of these comments during our next audit engagement. These comments and recommendations, all of which have been discussed with appropriate members of management, are intended to improve internal controls or result in other operating efficiencies. We will be pleased to discuss these comments in further detail at your convenience, to perform any additional studies of these matters, or to assist you in implementing the recommendations.

This report is intended solely for the information and use of the Board of Directors and management and is not intended to be and should not be used by anyone other than these specified parties.

Melville, New York
February 7, 2012

Nawrocki Smith LLP

SUFFOLK COMMUNITY COLLEGE ASSOCIATION, INC.
MEMORANDUM ON ACCOUNTING PROCEDURES
AND INTERNAL CONTROLS
FOR THE YEAR ENDED AUGUST 31, 2011

CURRENT YEAR RECOMMENDATIONS:

1. International Studies Program bookkeeping

We noted that the International Studies Program, a component of Suffolk Community College, does not maintain their own receipts and disbursements and relies on the Association for its bookkeeping.

We recommend that the International Studies Program be independent from the Association in regards to bookkeeping and general ledger entry. In this manner, a segregation of duties regarding custody and bookkeeping is established between the International Studies Program and the Association.

2. International Studies Program credit card expenditures

During our review of credit card expenditures, we noted that certain International Studies Program expenses did not have a supporting receipt nor identified business purpose associated with the charge.

We recommend that all International Studies Program credit card receipts, detailed expense statements and information as to the business purpose of the expenditures accompany all credit card statements. In this manner, credit card expenditures may be properly documented and supported.

3. Accounts receivable and accounts payable listings

We noted that the Association does not maintain a detailed listing of its accounts receivable and accounts payable general ledger amounts. As such, increased effort was needed to reconcile year-end balances.

We recommend detailed listings for accounts receivable and accounts payable be prepared and reconciled to the general ledger at year end. This procedure will provide for more accurate accounting and financial reporting at year-end.

STATUS OF PRIOR YEAR RECOMMENDATION:

In connection with the prior year audit of the financial statements of the Suffolk Community College Association, Inc. certain recommendations were reported. Reference is made to the prior auditors' letter dated January 11, 2011 for details on this observation and recommendation. The following presents an overview of this matter, as well as our understanding of its current status:

1. Organizational structure

It was recommended that the Board of Directors consider developing a succession plan in the event that its personnel are unable to perform their duties for a length of time due to illness, attrition or any other reason.

During our current year's audit, we noted this recommendation was fully implemented.