

**FINANCIAL STATEMENTS**

**UNITED STATES ASSOCIATION  
FOR UNHCR**

**FOR THE YEARS ENDED  
DECEMBER 31, 2010 AND 2009**

# UNITED STATES ASSOCIATION FOR UNHCR

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**GELMAN, ROSENBERG & FREEDMAN**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
United States Association for UNHCR  
Washington, D.C.

We have audited the accompanying statements of financial position of the United States Association for UNHCR (USA for UNHCR) as of December 31, 2010 and 2009, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of USA for UNHCR's management. Our responsibility is to express an opinion on these financial statements based on our audits.

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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of USA for UNHCR's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 USA for UNHCR as of December 31, 2010 and 2009, and its changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

*Gelman Rosenberg & Freedman*

May 5, 2011

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## UNITED STATES ASSOCIATION FOR UNHCR

STATEMENTS OF FINANCIAL POSITION  
AS OF DECEMBER 31, 2010 AND 2009

## ASSETS

	<u>2010</u>	<u>2009</u>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 1,161,182	\$ 1,743,850
Investments (Notes 2 and 9)	-	10,211
Contributions receivable	497,575	485,445
Prepaid expenses	<u>9,451</u>	<u>10,001</u>
Total current assets	<u>1,668,208</u>	<u>2,249,507</u>
<b>FURNITURE AND EQUIPMENT</b>		
Furniture and fixtures	15,666	15,666
Computers and equipment	74,262	72,617
Computer software	6,328	6,080
Leasehold improvements	<u>34,113</u>	<u>34,113</u>
	130,369	128,476
Less: Accumulated depreciation and amortization	<u>(117,728)</u>	<u>(110,528)</u>
Net furniture and equipment	<u>12,641</u>	<u>17,948</u>
<b>OTHER ASSETS</b>		
Deposits	<u>3,009</u>	<u>3,009</u>
<b>TOTAL ASSETS</b>	<b><u>\$ 1,683,858</u></b>	<b><u>\$ 2,270,464</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 257,061	\$ 367,981
Due to UNHCR	<u>-</u>	<u>36,942</u>
Total current liabilities	<u>257,061</u>	<u>404,923</u>
<b>NET ASSETS</b>		
Unrestricted:		
Undesignated	1,354,340	1,518,887
Temporarily restricted (Note 3)	<u>72,457</u>	<u>346,654</u>
Total net assets	<u>1,426,797</u>	<u>1,865,541</u>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b><u>\$ 1,683,858</u></b>	<b><u>\$ 2,270,464</u></b>

See accompanying notes to financial statements.

**UNITED STATES ASSOCIATION FOR UNHCR**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>REVENUE</b>			
Grants and contributions	\$ 1,077,439	\$ 5,900,923	\$ 6,978,362
UNHCR income growth fund grant	757,656	-	757,656
In-kind contributions	2,265,525	-	2,265,525
Interest and investment income	875	-	875
Net assets released from donor restrictions - satisfaction of donor restrictions (Notes 4 and 6)	<u>6,175,120</u>	<u>(6,175,120)</u>	<u>-</u>
Total revenue	<u>10,276,615</u>	<u>(274,197)</u>	<u>10,002,418</u>
<b>EXPENSES</b>			
Program Services:			
Refugee Programs	6,325,674	-	6,325,674
Awareness Activities	<u>1,563,878</u>	<u>-</u>	<u>1,563,878</u>
Total program services	<u>7,889,552</u>	<u>-</u>	<u>7,889,552</u>
Supporting Services:			
Management and General	350,873	-	350,873
Fundraising	<u>2,200,737</u>	<u>-</u>	<u>2,200,737</u>
Total supporting services	<u>2,551,610</u>	<u>-</u>	<u>2,551,610</u>
Total expenses	<u>10,441,162</u>	<u>-</u>	<u>10,441,162</u>
Changes in net assets	(164,547)	(274,197)	(438,744)
Net assets at beginning of year	<u>1,518,887</u>	<u>346,654</u>	<u>1,865,541</u>
<b>NET ASSETS AT END OF YEAR</b>	<b><u>\$ 1,354,340</u></b>	<b><u>\$ 72,457</u></b>	<b><u>\$ 1,426,797</u></b>

See accompanying notes to financial statements.

<b>2009</b>		
<b>Unrestricted</b>	<b>Temporarily Restricted</b>	<b>Total</b>
\$ 1,534,995	\$ 5,776,649	\$ 7,311,644
773,904	-	773,904
1,162,115	-	1,162,115
4,066	-	4,066
<u>5,753,819</u>	<u>(5,753,819)</u>	<u>-</u>
<u>9,228,899</u>	<u>22,830</u>	<u>9,251,729</u>
6,842,725	-	6,842,725
<u>935,752</u>	<u>-</u>	<u>935,752</u>
<u>7,778,477</u>	<u>-</u>	<u>7,778,477</u>
334,395	-	334,395
<u>1,425,519</u>	<u>-</u>	<u>1,425,519</u>
<u>1,759,914</u>	<u>-</u>	<u>1,759,914</u>
<u>9,538,391</u>	<u>-</u>	<u>9,538,391</u>
(309,492)	22,830	(286,662)
<u>1,828,379</u>	<u>323,824</u>	<u>2,152,203</u>
<b><u>\$ 1,518,887</u></b>	<b><u>\$ 346,654</u></b>	<b><u>\$ 1,865,541</u></b>

See accompanying notes to financial statements.

UNITED STATES ASSOCIATION FOR UNHCR

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2010

	Program Services		
	Refugee Programs	Awareness Activities	Total Program Services
Salaries	\$ 82,104	\$ 68,036	\$ 150,140
Payroll taxes and related benefits (Note 8)	22,173	18,374	40,547
Depreciation and amortization	1,166	967	2,133
Computers and equipment	1,602	1,328	2,930
Insurance	3,203	2,654	5,857
Dues and subscriptions	1,861	1,542	3,403
Postage, delivery and shipping	455	377	832
Printing and publications	823	682	1,505
List rental and processing fees	569	471	1,040
Professional fees and consulting	17,279	24,050	41,329
Licenses and permits	45	37	82
Supplies and office expense	377	312	689
Rent and utilities (Note 7)	15,087	12,502	27,589
Telephone and communications	880	729	1,609
Travel, meetings and special events	2,229	1,847	4,076
Bank and merchant service charges	604	501	1,105
Marketing, advertising and recruitment	97	80	177
Online and telemarketing	-	-	-
Donated public radio/TV PSAs	-	1,004,761	1,004,761
Grants to UNHCR (Note 6)	6,175,120	-	6,175,120
Subtotal	6,325,674	1,139,250	7,464,924
Allocation of joint costs (Note 5)	-	424,628	424,628
<b>TOTAL</b>	<b>\$ 6,325,674</b>	<b>\$ 1,563,878</b>	<b>\$ 7,889,552</b>

See accompanying notes to financial statements.

<b>Supporting Services</b>			
<b>Management and General</b>	<b>Fundraising</b>	<b>Total Supporting Services</b>	<b>Total Expenses</b>
\$ 167,109	\$ 189,541	\$ 356,650	\$ 506,790
45,130	51,188	96,318	136,865
1,374	3,693	5,067	7,200
3,261	3,699	6,960	9,890
6,520	7,395	13,915	19,772
3,787	6,056	9,843	13,246
928	460,937	461,865	462,697
1,675	544,791	546,466	547,971
1,159	97,083	98,242	99,282
35,169	92,628	127,797	169,126
92	11,455	11,547	11,629
766	5,005	5,771	6,460
30,707	34,830	65,537	93,126
1,790	10,176	11,966	13,575
4,538	82,081	86,619	90,695
1,231	89,114	90,345	91,450
197	282,151	282,348	282,525
-	364,062	364,062	364,062
-	334,920	334,920	1,339,681
-	-	-	6,175,120
305,433	2,670,805	2,976,238	10,441,162
45,440	(470,068)	(424,628)	-
<b>\$ 350,873</b>	<b>\$ 2,200,737</b>	<b>\$ 2,551,610</b>	<b>\$ 10,441,162</b>

See accompanying notes to financial statements.

UNITED STATES ASSOCIATION FOR UNHCR

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Program Services</u>		
	<u>Refugee Programs</u>	<u>Awareness Activities</u>	<u>Total Program Services</u>
Salaries	\$ 60,269	\$ 62,149	\$ 122,418
Payroll taxes and related benefits (Note 8)	16,100	16,603	32,703
Depreciation and amortization	1,507	1,555	3,062
Computers and equipment	756	4,911	5,667
Insurance	1,957	2,019	3,976
Dues and subscriptions	252	260	512
Postage, delivery and shipping	27,907	419	28,326
Printing and publications	964	995	1,959
List rental and processing fees	-	-	-
Professional fees and consulting	4,428	4,566	8,994
Licenses and permits	88	91	179
Supplies and office expense	749	772	1,521
Rent and utilities (Note 7)	3,779	24,553	28,332
Telephone and communications	621	640	1,261
Travel, meetings and special events	1,549	1,597	3,146
Bank and merchant service charges	45,115	3,206	48,321
Marketing, advertising and recruitment	-	-	-
Online and telemarketing	-	-	-
Donated airport advertising	-	239,250	239,250
Donated supplies to refugees in Rwanda	922,865	-	922,865
Solar radios for the refugees and field workers in Quito, Ecuador	-	-	-
Grants to UNHCR (Note 6)	5,753,819	-	5,753,819
	<hr/>	<hr/>	<hr/>
Subtotal	6,842,725	363,586	7,206,311
	<hr/>	<hr/>	<hr/>
Allocation of joint costs (Note 5)	-	572,166	572,166
	<hr/>	<hr/>	<hr/>
<b>TOTAL</b>	<b><u>\$ 6,842,725</u></b>	<b><u>\$ 935,752</u></b>	<b><u>\$ 7,778,477</u></b>

<b>Supporting Services</b>			
<b>Management and General</b>	<b>Fundraising</b>	<b>Total Supporting Services</b>	<b>Total Expenses</b>
\$ 174,583	\$ 170,512	\$ 345,095	\$ 467,513
46,403	45,551	91,954	124,657
4,366	4,264	8,630	11,692
2,189	7,894	10,083	15,750
5,670	5,537	11,207	15,183
730	3,844	4,574	5,086
1,178	300,036	301,214	329,540
2,794	808,956	811,750	813,709
-	120,294	120,294	120,294
12,827	67,577	80,404	89,398
255	9,801	10,056	10,235
2,170	9,509	11,679	13,200
10,946	39,463	50,409	78,741
1,798	8,978	10,776	12,037
4,486	58,348	62,834	65,980
9,006	66,263	75,269	123,590
-	121,210	121,210	121,210
-	204,642	204,642	204,642
-	-	-	239,250
-	-	-	922,865
-	-	-	-
-	-	-	-
-	-	-	5,753,819
279,401	2,052,679	2,332,080	9,538,391
54,994	(627,160)	(572,166)	-
<b>\$ 334,395</b>	<b>\$ 1,425,519</b>	<b>\$ 1,759,914</b>	<b>\$ 9,538,391</b>

See accompanying notes to financial statements.

**UNITED STATES ASSOCIATION FOR UNHCR**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2010 AND 2009**

	<u>2010</u>	<u>2009</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Changes in net assets	\$ (438,744)	\$ (286,662)
Adjustments to reconcile changes in net assets to net cash used by operating activities:		
Donated investments	-	(23,410)
Realized loss on sales/maturities of investments	462	276
Unrealized loss on investments	85	318
Depreciation and amortization	7,200	11,692
(Increase) decrease in:		
Contributions receivable	(12,130)	(166,692)
Prepaid expenses	550	(6,664)
Increase (decrease) in:		
Accounts payable and accrued liabilities	(110,917)	138,311
Due to UNHCR	<u>(36,942)</u>	<u>36,942</u>
Net cash used by operating activities	<u>(590,436)</u>	<u>(295,889)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of furniture and equipment	(1,893)	(11,067)
Proceeds from sales/maturities of investments	<u>9,661</u>	<u>412,605</u>
Net cash provided by investing activities	<u>7,768</u>	<u>401,538</u>
Net increase (decrease) in cash and cash equivalents	(582,668)	105,649
Cash and cash equivalents at beginning of year	<u>1,743,850</u>	<u>1,638,201</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ 1,161,182</u></b>	<b><u>\$ 1,743,850</u></b>

See accompanying notes to financial statements.

## UNITED STATES ASSOCIATION FOR UNHCR

### NOTES TO FINANCIAL STATEMENTS DECEMBER 31, 2010 AND 2009

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

##### Organization -

The United States Association for UNHCR (USA for UNHCR) was incorporated as a non-profit organization under the laws of the District of Columbia in August 1989. The purpose of USA for UNHCR is to inform the American people of the work of the United Nations High Commissioner for Refugees (UNHCR) and the needs and circumstances of refugees, and to improve the well being of refugees and to promote durable solutions to refugee problems.

##### Recently issued accounting standards -

In June 2009, the Financial Accounting Standards Board (FASB) issued FASB ASC 105, *Generally Accepted Accounting Principles*, which establishes the FASB Accounting Standards Codification as the sole source of authoritative generally accepted accounting principles. Pursuant to the provisions of FASB ASC 105, USA for UNHCR has updated references to GAAP in its financial statements issued for the years ended December 31, 2010 and 2009. The adoption of FASB ASC 105 did not impact USA for UNHCR's financial position or results of operations.

##### Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958, *Not-for-Profit Entities*.

##### Net asset classification -

The net assets are reported in two self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of USA for UNHCR and include both internally designated and undesignated resources.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of USA for UNHCR and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions.

##### Income taxes -

USA for UNHCR is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. USA for UNHCR is not a private foundation as described in Section 509(a)(1) of the Internal Revenue Code. USA for UNHCR is subject to unrelated business income taxes under Section 512 of the Internal Revenue Code.

##### Uncertain tax positions -

In June 2006, the Financial Accounting Standards Board (FASB) released FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes.

**UNITED STATES ASSOCIATION FOR UNHCR**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2010 AND 2009**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

Uncertain tax positions (continued) -

For the years ended December 31, 2010 and 2009, USA for UNHCR has documented its consideration of FASB ASC 740-10 and determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

Investments -

Investments are stated at market value with realized and unrealized gains and losses included in investment income. Investments donated to USA for UNHCR are recorded at market value as of the date of donation.

Furniture and equipment -

Furniture and equipment purchased with unrestricted funds are stated at cost and are depreciated on the straight-line basis over their related estimated useful lives, generally three to seven years. Furniture and equipment purchased with restricted funds are expensed and charged to the corresponding program.

Grants and contributions -

Grants and contributions are recognized as revenue in the year notification is received from the donor. Grants and contributions which have donor-imposed restrictions are classified as temporarily restricted revenue in the accompanying Statements of Activities and Changes in Net Assets. Grants and contributions are recognized as unrestricted revenue upon either the completion of the programs or by the passage of time in compliance with donor-imposed restrictions. Grants and contributions for which donor-imposed restrictions have not been met are presented as temporarily restricted net assets in the accompanying financial statements.

Cash and cash equivalents -

For financial statement purposes, USA for UNHCR considers cash on hand and money market accounts held in local financial institutions to be cash equivalents.

At times, USA for UNHCR maintains cash balances at financial institutions in excess of the Federal Deposit Insurance Corporation (FDIC) limits. Management believes the risk in these situations to be minimal.

In-kind contributions -

During 2010, USA for UNHCR received in-kind contributions totaling \$2,265,525. In-kind contributions consist primarily of donated supplies to refugees in Rwanda and Uganda and donated public radio/TV PSAs. The fair value of the donated supplies (\$850,050) have been recorded as revenue and refugee program activities expense in the accompanying Statements of Activities and Changes in Net Assets. The fair value of donated public radio/TV PSAs (\$1,339,682) has been recorded as in-kind revenue and awareness activities and fundraising expenses in the accompanying Statements of Activities and Changes in Net Assets. The fair value of pro-bono legal services (\$75,793) has been recorded as revenue and professional fees and consulting in the accompanying statements of activities and changes in net assets.

**UNITED STATES ASSOCIATION FOR UNHCR**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2010 AND 2009**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

In-kind contributions (continued) -

During 2009, USA for UNHCR received in-kind contributions totaling \$1,162,115. In-kind contributions consists primarily of donated supplies to refugees in Rwanda and donated airport advertising. The fair value of the donated supplies (\$922,865) have been recorded as revenue and refugee program activities expense in the accompanying Statements of Activities and Changes in Net Assets. The fair value of the donated airport advertising (\$239,250) has been recorded as in-kind revenue and awareness activities expense in the accompanying statements of activities and changes in net assets.

Allocation of functional expenses -

The costs of providing program and supporting services have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Expenses that relate directly to a program or supporting service are charged to that program or supporting service. Certain supporting service expenses have been allocated among the programs benefited based on employee time records and ratios determined by management.

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

Contributions receivable -

Contributions receivable are stated at their net realizable value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established.

Fair value measurements -

USA for UNHCR adopted the provisions of FASB ASC 820, *Fair Value Measurements and Disclosures*. FASB ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs (assumptions that market participants would use in pricing assets and liabilities, including assumptions about risk) used to measure fair value, and enhances disclosure requirements for fair value measurements. USA for UNHCR accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement.

**2. INVESTMENTS**

Investments consisted of the following at December 31, 2010 and 2009:

	2010		2009	
	Cost	Market Value	Cost	Market Value
<b>MARKETABLE SECURITIES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 10,195</u>	<u>\$ 10,211</u>

**UNITED STATES ASSOCIATION FOR UNHCR**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2010 AND 2009**

**3. TEMPORARILY RESTRICTED NET ASSETS**

Temporarily restricted net assets consisted of the following at December 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Program Services:		
Chad-Sudan Emergency	\$ -	\$ 247,082
China Earthquake	1,800	1,800
Health and Education	-	7,688
Georgia - South Ossetia Crisis	1,725	1,725
Pakistan Emergency	-	88,334
Myanmar Cyclone Emergency	25	25
Tents for Somali Refugees	1,114	-
Sri Lanka Emergency	2,577	-
Ninemillion.org Trust Fund	1,594	-
Iraq Emergency Program	3,090	-
Democratic Republic of Congo - Radio Project in the Northeast Region	53,120	-
Community Technology Access for Refugees	6,257	-
Kyrgystan Emergency Fund	<u>1,155</u>	<u>-</u>
<b>TOTAL TEMPORARILY RESTRICTED NET ASSETS</b>	<b><u>\$ 72,457</u></b>	<b><u>\$ 346,654</u></b>

**4. NET ASSETS RELEASED FROM RESTRICTIONS**

The following temporarily restricted net assets were released from donor restrictions by incurring expenses which satisfied the restricted purposes specified by the donors:

	<u>2010</u>	<u>2009</u>
<b>Grants to UNHCR</b>	<b><u>\$ 6,175,120</u></b>	<b><u>\$ 5,753,819</u></b>

**5. ALLOCATION OF JOINT COSTS**

During 2010 and 2009, USA for UNHCR conducted direct mail campaigns that included appeals for contributions and incurred joint costs of \$1,119,210 and \$1,250,211, respectively. The joint costs were allocated as follows:

<u>2010</u>			
<u>Awareness Activities</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
<u>\$ 424,628</u>	<u>\$ 45,440</u>	<u>\$ 649,166</u>	<u>\$ 1,119,234</u>
<u>2009</u>			
<u>Awareness Activities</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
<u>\$ 572,166</u>	<u>\$ 54,994</u>	<u>\$ 623,051</u>	<u>\$ 1,250,211</u>

**UNITED STATES ASSOCIATION FOR UNHCR**

**NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2010 AND 2009**

**6. GRANTS TO UNHCR**

During the years ended December 31, 2010 and 2009, USA for UNHCR made grants to the United Nations High Commissioner for Refugees (UNHCR) totaling \$6,175,120 and \$5,753,819, respectively. These grants were made for the purpose of supporting programs administered by UNHCR. Following is a list of grants made during 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Chadian Refugees in Um Shalaya Camp in Darfur	\$ -	\$ 800,000
Operations in Eastern Chad and Darfur (Sister Schools Program)	241,649	123,350
Assistance in Eastern Chad/Southern Sudan	-	1,305,418
Congo Gimme Shelter	32,000	96,950
Repatriation of Congolese Refugees	-	3,560
Youth and Children - Ninemillion.org project	31,047	185,696
Girls Education in Rwanda	100,353	603,819
Afghan Refugee Fund	10,687	276,417
Shelters in Afghanistan	122,875	287,683
Kenya Dadaab Youth Center	-	150,000
Primary Boarding School for Girls in Kakuma Camp, Kenya	20,000	10,000
Rwanda - Community Technology Access	-	50,000
Iraq Refugee Fund	-	11,311
Pakistan Emergency Fund	1,883,415	1,205,407
Refugee Youth and Children	-	10,354
Prevent and Treat Malaria	-	96,156
Urgent Needs	-	150,000
Uganda - Nakivale Refugee Settlements	-	100,000
Greatest Needs	1,884,000	-
Haiti Emergency Fund	60,000	-
Tents for IDPs in Thatta, Sindh Province, Pakistan	70,400	-
Bangladesh - Community Technology Access	-	50,000
Clean Water to Refugees in Need (Health and Education)	10,000	94,577
Refugees Protection and Human Rights	-	12,110
Education for Refugees and Asylum Seekers in Turkey	-	65,000
Education for IDP Children in Colombia	-	55,270
Sri Lanka Emergency Fund	-	10,741
Chad-Sudan Emergency	274,804	-
Prevent Statelessness in Sudan	561,300	-
Quito, Ecuador - Refugee Women in Ecuador	20,000	-
Quito, Ecuador - Solar Radios	2,540	-
Rwanda - Clothing for children, women and men	499,050	-
Uganda, Clothing for children, women and men	<u>351,000</u>	<u>-</u>
	<b><u>\$ 6,175,120</u></b>	<b><u>\$ 5,753,819</u></b>

**7. LEASE COMMITMENT**

In October 2009, USA for UNHCR extended its original lease for an additional five years until December 31, 2015. USA for UNHCR is responsible for its proportion of real estate taxes and operating costs for the duration of the lease agreement.

UNITED STATES ASSOCIATION FOR UNHCR

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7. LEASE COMMITMENT (Continued)

Following is a schedule of future minimum lease commitments as of December 31, 2010:

Year Ended December 31,

2011	\$ 89,456
2012	92,139
2013	94,903
2014	<u>97,751</u>
	<u>\$ 374,249</u>

Total rent expense under the aforementioned operating lease was \$86,850 and \$72,973 for the years ended December 31, 2010 and 2009, respectively.

8. RETIREMENT PLAN

USA for UNHCR administers a defined contribution plan (401(k) plan) that covers all employees with a minimum of one-month of service. USA for UNHCR contribute 5.5% of each eligible employee's annual salary. Total retirement expense for the year ended December 31, 2010 and 2009 was \$20,626 and \$20,427, respectively.

9. FAIR VALUE MEASUREMENTS

In accordance with FASB ASC 820, *Fair Value Measurements and Disclosures*, USA for UNHCR has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy.

The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

Investments recorded in the Statements of Financial Position are categorized based on the inputs to valuation techniques as follows:

**Level 1.** These are investments where values are based on unadjusted quoted prices for identical assets in an active market USA for UNHCR has the ability to access.

**Level 2.** These are investments where values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full-term of the investments.

**Level 3.** These are investments where values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect assumptions of management about assumptions market participants would use in pricing the investments. These investments include non-readily marketable securities that do not have an active market.

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**9. FAIR VALUE MEASUREMENTS (Continued)**

Financial assets recorded on the Statements of Financial Position are categorized based on the inputs to the valuation technique as follows for the year ended 2009:

	<b>Quoted Prices in Active Markets for Identical Assets (Level 1)</b>	<b>Significant Other Observable Inputs (Level 2)</b>	<b>Significant Unobservable Inputs (Level 3)</b>	<b>Total</b>
<b>Asset Category: Investments</b>				
<b>Marketable Securities</b>	\$ <u>10,211</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>10,211</u>

**10. SUBSEQUENT EVENTS**

In preparing these financial statements, USA for UNHCR has evaluated events and transactions for potential recognition or disclosure through May 5, 2011, the date the financial statements were issued.