

Forestdale, Inc.

Financial Statements

June 30, 2012

Independent Auditors' Report

Board of Directors Forestdale Inc.

We have audited the accompanying statement of financial position of Forestdale, Inc. as of June 30, 2012 and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of Forestdale, Inc.'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 Forestdale, Inc.'s 2011 financial statements and, in our report dated October 24, 2011 we expressed an unqualified opinion on those financial 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 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 Forestdale, Inc.'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 the 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 Forestdale, Inc. as of June 30, 2012 and the changes in 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.

O'Connor Davies, LLP

New York, New York
October 22, 2012

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Forestdale, Inc.
Statement of Financial Position
June 30, 2012
(with comparative totals at June 30, 2011)

	2012	2011
ASSETS		
Cash and cash equivalents	\$ 368,649	\$ 584,791
Due from governmental agencies	2,833,519	2,329,014
Pledge receivable	-	50,000
Prepaid expenses and other assets	11,830	16,140
Investments	15,706,050	15,325,051
Property, plant and equipment, net	383,536	414,024
Restricted investments	187,295	187,295
	\$ 19,490,879	\$ 18,906,315
 LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued expenses	\$ 296,328	\$ 207,651
Accrued payroll and benefits	471,514	424,359
Accrued foster care payments	400,414	355,473
Total Liabilities	1,168,256	987,483
Net Assets		
Unrestricted		
Operating	1,797,812	1,674,973
Investment in property, plant and equipment	383,536	414,024
Board designated	15,666,683	15,325,051
Total Unrestricted	17,848,031	17,414,048
Temporarily restricted	287,297	317,489
Permanently restricted	187,295	187,295
Total Net Assets	18,322,623	17,918,832
	\$ 19,490,879	\$ 18,906,315

See notes to financial statements

Forestdale, Inc.
Statement of Activities
Year Ended June 30, 2012
(with summarized totals for the year ended June 30, 2011)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2012 Total</u>	<u>2011 Total</u>
OPERATING INCOME					
Foster boarding homes	\$ 9,814,602	\$ -	\$ -	\$ 9,814,602	\$ 9,011,867
Aftercare reinvestment	998,895	-	-	998,895	1,016,866
Medicaid	2,519,896	-	-	2,519,896	2,103,060
Preparing youth for adulthood	393,004	-	-	393,004	469,369
Preventive services	840,830	-	-	840,830	655,619
Infant mortality reduction	38,450	-	-	38,450	38,475
Forestdale fathering initiative	523,585	-	-	523,585	389,198
Teenage services act	140,461	-	-	140,461	289,131
Contributions and grants (including in-kind of \$336,780 and \$98,936)	442,281	290,869	-	733,150	490,580
Net assets released from restrictions	<u>326,460</u>	<u>(326,460)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Operating Income	<u>16,038,464</u>	<u>(35,591)</u>	<u>-</u>	<u>16,002,873</u>	<u>14,464,165</u>
OPERATING EXPENSES					
Program services	14,204,056	-	-	14,204,056	12,846,549
Supporting services					
Management and general	1,402,230	-	-	1,402,230	1,340,042
Fundraising	<u>374,930</u>	<u>-</u>	<u>-</u>	<u>374,930</u>	<u>150,001</u>
Total Expenses	<u>15,981,216</u>	<u>-</u>	<u>-</u>	<u>15,981,216</u>	<u>14,336,592</u>
Excess (Deficiency) of Operating Income over Operating Expenses	57,248	(35,591)	-	21,657	127,573
NON OPERATING INCOME					
Investment return	<u>376,735</u>	<u>5,399</u>	<u>-</u>	<u>382,134</u>	<u>2,289,228</u>
Change in Net Assets	433,983	(30,192)	-	403,791	2,416,801
NET ASSETS					
Beginning of year	<u>17,414,048</u>	<u>317,489</u>	<u>187,295</u>	<u>17,918,832</u>	<u>15,502,031</u>
End of year	<u>\$ 17,848,031</u>	<u>\$ 287,297</u>	<u>\$ 187,295</u>	<u>\$ 18,322,623</u>	<u>\$ 17,918,832</u>

Forestdale, Inc.
Statement of Functional Expenses
Year Ended June 30, 2012
(with summarized totals for the year ended June 30, 2011)

	Program Services										Supporting Services				2012 Total	2011 Total	
	Foster Boarding Homes	Foster Boarding Homes (RIP)	Foster Boarding Homes (RSIT)	Foster Boarding Homes (TFFC)	Medicaid	Preparing Youth for Adulthood	Preventive Services	Infant Mortality Reduction Program	Forestdale Fathering Initiative	Teenage Services Act Program	Frishman Noble Relyea Scholarship Fund (FNR)	Total Program Services	Management and General	Fundraising			
PERSONNEL																	
Salaries	\$ 2,268,767	\$ 281,379	\$ 228,797	\$ 135,932	\$ 303,260	\$ 125,255	\$ 445,454	\$ 24,495	\$ 316,081	\$ 101,162	\$ 142,432	\$ 4,373,014	\$ 945,773	\$ -	\$ 5,318,787	\$ 4,813,642	
Employee benefits and payroll taxes	645,587	80,067	65,105	38,680	86,294	35,642	126,756	6,970	94,824	28,786	40,530	1,249,241	269,124	-	1,518,365	1,432,888	
Total Personnel	2,914,354	361,446	293,902	174,612	389,554	160,897	572,210	31,465	410,905	129,948	182,962	5,622,255	1,214,897	-	6,837,152	6,246,530	
OTHER EXPENSES																	
Children's allowances and pass-thru	4,472,503	-	-	223,235	-	47,187	-	-	-	-	85,102	4,828,027	-	336,780	5,164,807	4,541,302	
Transportation and workers expense	66,474	2,674	115	3,108	825	80	5,476	104	2,730	2,092	8,855	92,533	53,537	1,305	147,375	129,511	
Purchase of services	414,998	11,689	28,115	19,166	87,434	84,910	36,693	4,000	44,118	6,835	42,236	780,194	12,006	9,406	801,606	685,073	
Purchase of health services	-	-	-	-	1,528,403	-	3,716	-	-	-	-	1,532,119	-	-	1,532,119	1,593,436	
Supplies and equipment	37,178	765	4,964	-	2,801	985	1,827	-	319	-	131	48,970	3,842	1,375	54,187	49,720	
Supplies and equipment - medical	-	-	-	-	236,320	446	-	-	-	-	-	236,766	-	-	236,766	186,276	
Rent - furniture and equipment	6,111	346	465	-	1,268	-	668	-	7,070	-	-	15,928	1,739	-	17,667	8,283	
Rent - office space	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	24,000	
Utilities	37,780	2,141	2,877	-	7,839	2,757	4,132	-	16,553	-	1,409	75,488	10,751	-	86,239	92,549	
Repairs and maintenance	124,420	28,076	25,859	18,605	41,996	24,621	21,895	-	10,000	-	1,373	296,845	8,806	-	305,651	87,175	
Telephone	26,533	784	810	476	1,598	447	1,573	156	3,721	218	1,600	37,916	3,346	-	41,262	44,550	
Postage	4,435	3,812	3,420	1,527	7,560	3,955	3,145	-	3,486	1,368	-	32,708	187	198	33,093	16,961	
Dues, licenses and permits	7,592	-	-	-	-	-	-	2,726	-	-	-	10,318	25,970	-	36,288	30,555	
Office supplies	51,006	12,264	14,224	25,446	57,394	8,129	5,709	-	16,377	-	1,729	192,278	3,525	1,002	196,805	83,170	
Subscriptions and publications	-	-	-	-	-	-	-	-	-	-	195	195	1,606	-	1,801	1,763	
Conferences	-	-	-	-	-	-	-	-	2,730	-	720	3,450	2,479	-	5,929	9,102	
Administrative	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,623	
Staff development	6,855	-	233	-	-	95	310	-	-	-	150	7,643	1,446	55	9,144	10,483	
Publicity and recruitment	7,438	2,835	7,030	1,350	7,050	1,660	1,170	-	6,260	-	-	34,793	7,814	673	43,280	39,250	
Professional services	166,242	2,754	2,838	1,686	3,762	1,554	5,526	-	-	-	-	184,362	11,764	-	196,126	201,106	
Insurance	72,756	7,119	7,337	4,359	9,725	4,017	14,285	-	7,874	-	-	127,472	30,330	-	157,802	162,969	
Depreciation	28,763	1,630	2,190	-	5,968	2,099	3,146	-	-	-	-	43,796	8,185	24,136	76,117	85,205	
Total Other Expenses	5,531,084	76,889	100,477	298,958	1,999,943	182,942	109,271	6,986	121,238	10,513	143,500	8,581,801	187,333	374,930	9,144,064	8,090,062	
Total Expenses	\$ 8,445,438	\$ 438,335	\$ 394,379	\$ 473,570	\$ 2,389,497	\$ 343,839	\$ 681,481	\$ 38,451	\$ 532,143	\$ 140,461	\$ 326,462	\$ 14,204,056	\$ 1,402,230	\$ 374,930	\$ 15,981,216	\$ 14,336,592	

Forestdale, Inc.
Statement of Cash Flows
Year Ended June 30, 2012
(with comparative totals for the year ended June 30, 2011)

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 403,791	\$ 2,416,801
Adjustments to reconcile change in net assets to net cash from operating activities		
Depreciation	76,117	85,205
Realized gain on investments	(497,937)	(895,914)
Unrealized loss (gain) on investments	448,482	(1,088,503)
Changes in operating assets and liabilities		
Due from governmental agencies	(504,505)	198,869
Pledge receivable	50,000	(50,000)
Prepaid expenses and other assets	4,310	4,135
Accounts payable and accrued expenses	88,677	(204,351)
Accrued payroll and benefits	47,155	24,046
Accrued foster care payments	44,941	4,916
Due to governmental agencies	-	(389,283)
Estimated liability for rate adjustment and underspending	-	(100,000)
Net Cash from Operating Activities	161,031	5,921
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property, plant and equipment	(45,629)	(1,388)
Purchase of investments	(6,642,952)	(8,923,483)
Proceeds from sale of investments	6,233,843	8,877,784
Change in short term investments	77,565	(256,823)
Net Cash from Investing Activities	(377,173)	(303,910)
Net Change in Cash and Cash Equivalents	(216,142)	(297,989)
CASH AND CASH EQUIVALENTS		
Beginning of year	584,791	882,780
End of year	\$ 368,649	\$ 584,791
SUPPLEMENTAL INFORMATION		
Disposal of fully depreciated property, plant and equipment	\$ 78,680	\$ 1,772,025

See notes to financial statements

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

1. Organization and Tax Status

Forestdale, Inc. ("Forestdale") is a not-for-profit organization which provides services to children in the New York metropolitan area. These services include foster boarding homes, preparing youth for adulthood, general preventive services, Forestdale fathering initiative, and teenage services act program, among others.

Forestdale was incorporated in the State of New York and is exempt from income taxes under section 501(c)(3) of the Internal Revenue Code.

2. Summary of Significant Accounting Policies

Basis of Presentation

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP). The financial statements report amounts separately by class of net assets based on the presence or absence of donor restrictions. Unrestricted net assets are those currently available at the discretion of the board for use in operations. Temporarily restricted net assets are those which are stipulated by donors for specific purposes. Permanently restricted net assets are those which are established by donor restricted gifts and bequests to provide a permanent endowment. All contributions are considered available for unrestricted use, unless specifically restricted by the donor or subject to other legal restrictions.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include highly liquid fixed income investments purchased with an original maturity of three months or less at time of purchase.

Fair Value Measurements

Forestdale follows Financial Accounting Standards Board ("FASB") guidance on *Fair Value Measurements* which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest level of reliance and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

2. Summary of Significant Accounting Policies (continued)

Investments Valuations

Investments are carried at fair value. Certificates of deposit are carried at cost plus accrued interest.

Investment Income Recognition

Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Property, Plant and Equipment

Property, plant and equipment are stated at cost or, if donated, at fair market value on the date of the gift. Forestdale capitalizes all expenditures in excess of \$1,000 for property, plant and equipment. Depreciation and amortization are computed over the estimated useful lives of the assets using the straight line method for financial reporting purposes as follows:

Building and improvements	10-40 years
Furniture and equipment	5-10 years
Equipment under capitalized lease	5 years
Computer software and hardware	3 years
Vehicles	3 years

Contributions and Promises to Give

All contributions, including unconditional promises to give, are considered available for unrestricted use, unless specifically restricted by the donor or subject to other legal restrictions. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and are reported in the statement of activities as net assets released from restrictions.

Third-Party Reimbursement and Revenue Recognition

Forestdale receives substantially all its revenue for services provided to approved clients from third-party reimbursement agencies, primarily New York City Administration for Children's Services ("ACS") and Medicaid. These revenues are based on predetermined rates based on cost reimbursement principles and are subject to audit and retroactive adjustment by the respective third-party fiscal intermediary. Forestdale records an estimated liability to governmental agencies for excess reimbursement over allowable costs and underspending of interim rates. Revenue is recognized from rate-based programs when services are provided (e.g. care days and clinic visits). Contract revenue is recognized as expenses for these programs are incurred to the maximum of the contract award.

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

2. Summary of Significant Accounting Policies (*continued*)

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain administrative, fundraising and maintenance costs have been allocated among the programs and supporting services.

Summarized Financial Information

The statements of activities and functional expenses include prior year summarized comparative information in total which does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the financial statements for the year ended June 30, 2011 from which the summarized information was derived.

Accounting for Uncertainty in Income Taxes

Forestdale recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that Forestdale had no uncertain tax positions that would require financial statement recognition. Forestdale is no longer subject to audits by the applicable taxing jurisdictions for periods prior to fiscal 2009.

Subsequent Events Evaluation by Management

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is October 22, 2012.

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

3. Investments

The following are major categories of investments at June 30, grouped by the fair value hierarchy for those assets measured at fair value on a recurring basis:

	2012		
	Level 1	Level 2	Total
Investments:			
Money market funds	\$ 565,716	\$ -	\$ 565,716
Equity securities			
U.S. equity large cap growth	2,107,711	-	2,107,711
U.S. equity large cap value tax neutral	1,971,841	-	1,971,841
U.S. equity small - mid cap growth	886,223	-	886,223
U.S. equity small cap value	590,959	-	590,959
International large cap equity	1,224,661	-	1,224,661
Exchange traded funds			
Bond fund	798,998	-	798,998
Commodity fund	584,216	-	584,216
Publicly traded partnerships	82,056	-	82,056
Fixed income			
U.S. treasury bonds and notes	671,355	-	671,355
U.S. government agency obligations	-	2,439,379	2,439,379
Corporate bonds	-	3,503,978	3,503,978
Asset-backed securities	-	447,067	447,067
Total investments at fair value	<u>\$ 9,483,736</u>	<u>\$ 6,390,424</u>	15,874,160
Certificate of deposit at cost			<u>19,185</u>
Total investments			<u>\$ 15,893,345</u>

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

3. Investments (continued)

	2011		Total
	Level 1	Level 2	
Investments:			
Money market funds	\$ 643,281	\$ -	\$ 643,281
Equity securities			
U.S. equity large cap growth	2,198,407	-	2,198,407
U.S. equity large cap value tax neutral	1,953,523	-	1,953,523
U.S. equity small - mid cap growth	1,061,860	-	1,061,860
U.S. equity small cap value	705,650	-	705,650
International large cap equity	1,268,757	-	1,268,757
Exchange traded funds			
Bond fund	713,628	-	713,628
Commodity fund	658,386	-	658,386
Publicly traded partnerships	49,956	-	49,956
Fixed income			
U.S. treasury bonds and notes	715,831	-	715,831
U.S. government agency obligations	-	2,101,095	2,101,095
Corporate bonds	-	2,970,549	2,970,549
Asset-backed securities	-	452,267	452,267
Total investments at fair value	<u>\$ 9,969,279</u>	<u>\$ 5,523,911</u>	15,493,190
Certificate of deposit at cost			<u>19,156</u>
Total investments			<u>\$ 15,512,346</u>

The composition of investment return as reported in the statement of activities for the years ended June 30 is as follows:

	2012	2011
Interest on cash and cash equivalents	\$ 1,135	\$ 2,320
Interest and dividends	457,042	416,431
Realized and unrealized gain on investments	49,455	1,984,417
Investment fees	<u>(125,498)</u>	<u>(113,940)</u>
	<u>\$ 382,134</u>	<u>\$ 2,289,228</u>

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

4. Property, Plant and Equipment

Property, plant and equipment consist of the following as of June 30:

	2012	2011
Land	\$ 100,868	\$ 100,868
Buildings and improvements	667,783	652,191
Furniture and equipment	186,493	242,267
Vehicles	42,032	34,900
	997,176	1,030,226
Accumulated depreciation	(613,640)	(616,202)
	\$ 383,536	\$ 414,024

5. Board Designated Net Assets

Forestdale's Board of Directors designated a portion of the unrestricted net assets to be used for future program operations and capital improvements.

6. Temporarily Restricted Net Assets

Changes in the temporarily restricted net assets for the year ended June 30, 2012 consist of the following:

Purpose / Restriction	Beginning of Year	Additions	Assets Released	End of Year
Frishman Noble Relyea scholarship fund	\$ 127,203	\$ 742	\$ (51,281)	\$ 76,664
Teen health clinic	75,000	-	-	75,000
New Yorkers for Children				
Education for Excellence	57,842	-	(57,842)	-
Forestdale fathering initiative	23,334	55,000	(39,741)	38,593
R.I.S.E	-	10,000	(1,896)	8,104
Andrus Family Fund	-	94,000	(44,431)	49,569
National fathering initiative	-	6,857	(6,857)	-
Future First	-	20,000	(20,000)	-
TASA closing	-	18,938	(18,938)	-
Council grants	-	15,233	(15,233)	-
Department of Labor for Youth Employment	-	1,100	(1,100)	-
Inwood House	-	69,141	(69,141)	-
Unappropriated endowment earnings	34,110	5,257	-	39,367
	\$ 317,489	\$ 296,268	\$ (326,460)	\$ 287,297

7. Permanently Restricted Net Assets

Permanently restricted net assets represent donor restricted contributions to be held in perpetuity, the income from which is expended to support the programs and operations of Forestdale.

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

8. Endowment Funds

Interpretation of Law

The Board of Directors of Forestdale has interpreted NYPMIFA as requiring the preservation of the value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary, and except in those cases where the law allows appropriation for spending of the original gift amounts. As a result of this interpretation, the Board classifies as permanently restricted net assets (a) the original value of the gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations of investment returns to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Board in a manner consistent with the standard of prudence prescribed by NYPMIFA.

Investment Strategy

Forestdale employs a strategic asset allocation strategy with its asset allocations diversified over multiple classes and sub classes. Forestdale's investment objective is for the asset value, exclusive of contributions or withdrawals, to grow over the long run and earn, through a combination of investment income and capital appreciation, a time weighted total rate of return in excess of the established medium and long term benchmarks.

Forestdale expects the portfolio's asset allocation to reflect the investment objectives, goals, time horizon, risk tolerances and any investment restrictions that may exist within the policy.

Spending Policy

The spending policy of Forestdale stipulates that 4% of the market value of the investment portfolio may be disbursed annually. These calculations are made on an annual basis.

The following is a reconciliation of the board designated and donor-restricted endowment funds for the year ended June 30, 2012:

	<u>Board Designated</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Balance, beginning of year	\$ 15,290,941	\$ 34,110	\$ 187,295	\$ 15,512,346
Investment income, net	326,969	4,575	-	331,544
Realized/unrealized gain on investments	<u>48,773</u>	<u>682</u>	<u>-</u>	<u>49,455</u>
Balance, end of year	<u>\$ 15,666,683</u>	<u>\$ 39,367</u>	<u>\$ 187,295</u>	<u>\$ 15,893,345</u>

Forestdale, Inc.

Notes to the Financial Statements
June 30, 2012

9. Pension Plan

Forestdale has a defined contribution pension plan which covers all employees meeting eligibility requirements. Pension expense was \$345,613 for the year ended June 30, 2012.

10. Economic Dependency

Forestdale is an authorized social service agency under the regulations of the New York State Office of Children and Family Services. Reimbursement rates for the services provided by Forestdale are promulgated by this department and payments for such services are received through various governmental agencies. Forestdale is economically dependent on these funds to continue operations.

11. Concentration of Credit Risk

Financial instruments which potentially subject Forestdale to a concentration of credit risk consist primarily of cash and cash equivalents in excess of FDIC insurance limits. Management believes that credit risk related to these accounts is minimal.

The investment portfolio is managed by professional investment advisors and managers and with an objective of diversifying by type of investments and industry concentrations so that no individual investment or group of investments represents a significant concentration of market risk.

Forestdale provides program services that are covered under various third party agreements. Receivables from such arrangements totaled \$2,833,519 and \$2,329,014 as of June 30, 2012 and 2011.

The percentage of the total amount due from governmental agencies by third party payor was as follows:

	<u>2012</u>	<u>2011</u>
New York City	77%	84%
Medicaid	23%	16%
	<u>100%</u>	<u>100%</u>

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