

BE AN ANGEL FUND, INC.

FINANCIAL STATEMENTS

AUGUST 31, 2010

BE AN ANGEL FUND, INC.
August 31, 2010

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Be An Angel Fund, Inc.

Officers & Directors

Bill Shank - Chairman

Ray Solcher - Vice Chairman

Mike Williams - Vice Chairman

Steve Drake - Treasurer

Felix Rhymes - Secretary

Directors

Bo Bigelow	Dot Cunningham	Jeff Gorski
Dan Huberty	Dan Kasprzak	Bob Leonard
Clay Morel	Dan Patrick	Ned Piedmont
John Schwarz, Jr.	Robert Wells	Ann Wright

Advisory Committee

Jack Barry	Cary Benson	Carl Bowles
David Bruce	Dr. Doris Delaney	Dr. Nici Esch
Barbara Garney	Barbara Heim	Ruth Houk
Karl Kuenning	Rob LeClair	Sally Maxwell
Lou Pelz	Venita Phillips	Patsy Rhymes
Tom Stream	Ron Swofford	Terry Tognietti
Richard Tyler	Constance White	Brian Wozniak
	Connie Young	

Staff

Marti Boone - Executive Director

Michael Musters - Program Director

Dustin Tracy - Development Director

VANWASSEHNOVA AND ASSOCIATES
Certified Public Accountants

Independent Auditors' Report

To the Board of Directors
Be An Angel Fund, Inc.
Houston, Texas

We have audited the accompanying statements of financial position of Be An Angel Fund, Inc. (a non-profit organization) as of August 31, 2009 and 2010, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted the 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 Be An Angel Fund, Inc. as of August 31, 2009 and 2010, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

VanWassehnova & Associates

VanWassehnova & Associates
October 21, 2010

BE AN ANGEL FUND, INC.
Statements of Financial Position
August 31, 2009 & 2010

Assets

	<u>2009</u>	<u>2010</u>
Current Assets:		
Cash	\$ 118,736	\$ 155,790
Accounts Receivable	18,055	4,100
Prepaid Expenses	<u>6,925</u>	<u>3,313</u>
Total Current Assets	<u>143,716</u>	<u>163,203</u>
Property & Equipment		
Building	74,471	74,471
Furniture and Office Equipment	31,540	31,540
Other Equipment and Signage	<u>25,782</u>	<u>25,782</u>
	131,793	131,793
Less Accumulated Depreciation	<u>(85,647)</u>	<u>(94,427)</u>
Net Property & Equipment	<u>46,146</u>	<u>37,366</u>
Other Assets		
Municipal Bonds	50,000	50,000
Partnership Investments	<u>38,383</u>	<u>24,636</u>
Total Other Assets	<u>88,383</u>	<u>74,636</u>
Total Assets	<u><u>\$ 278,245</u></u>	<u><u>\$ 275,205</u></u>

Liabilities and Net Assets

Current Liabilities		
Accounts Payable	\$ 4,320	\$ 273
Note Payable	<u>52,500</u>	<u>47,124</u>
Total Current Liabilities	<u>56,820</u>	<u>47,397</u>
Net Assets		
Unrestricted	128,736	168,851
Temporarily Restricted	<u>92,689</u>	<u>58,957</u>
Total Net Assets	<u>221,425</u>	<u>227,808</u>
Total Liabilities and Net Assets	<u><u>\$ 278,245</u></u>	<u><u>\$ 275,205</u></u>

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

BE AN ANGEL FUND, INC.
Statements of Activities
For the Years Ended August 31, 2009 & 2010

Unrestricted Net Assets		
<u>Support & Revenue</u>	<u>2009</u>	<u>2010</u>
Public Support		
Christmas Program	\$ 506,314	\$ 476,555
Donations	263,846	202,628
Gala	143,643	162,175
Capital Campaign	64,578	84,840
Golf Tournaments	56,065	70,432
Grants	38,694	38,002
Other Fundraisers	5,092	14,756
Interest Income	3,760	1,159
	<hr/>	<hr/>
Total Support & Revenue	1,081,992	1,050,547
Net assets released from donor restrictions	26,985	50,305
	<hr/>	<hr/>
Total Unrestricted Support & Revenue	1,108,977	1,100,852
	<hr/>	<hr/>
<u>Expenses</u>		
Program Services		
Camp Be An Angel	15,200	15,269
Snowday	14,848	16,039
Holiday Programs	258,658	257,535
Summer Respite	46,463	63,567
Child/Family Assistance	82,992	69,467
Institutional Assistance	330,401	200,070
Other	152,719	203,340
Total Program Services	901,281	825,287
Fundraising Expenses	133,450	111,048
Supporting Services - Administrative & General	112,190	124,402
	<hr/>	<hr/>
Total Expenses	1,146,921	1,060,737
	<hr/>	<hr/>
Increase (Decrease) in Unrestricted Net Assets	(37,944)	40,115
	<hr/>	<hr/>
Temporarily Restricted Net Assets		
Grants	54,306	16,573
Net assets released from restrictions	(26,985)	(50,305)
	<hr/>	<hr/>
Increased (Decrease) in Temporarily Restricted Net Assets	27,321	(33,732)
	<hr/>	<hr/>
Increase (Decrease) in Net Assets	(10,623)	6,383
Net Assets at Beginning of Year	232,048	221,425
	<hr/>	<hr/>
Net Assets at End of Year	\$ 221,425	\$ 227,808
	<hr/> <hr/>	<hr/> <hr/>

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

BE AN ANGEL FUND, INC.
Statements of Cash Flows
For the Years Ended August 31, 2009 & 2010

<u>Cash Flows From Operating Activities</u>	2009	2010
Increase (Decrease) in Net Assets	\$ (10,623)	\$ 6,383
Adjustments to reconcile change in net assets to net cash provided by operating activities: Depreciation	8,780	8,780
(Increase) Decrease in Operating Assets:		
Accounts Receivable	6,632	13,955
Partnership Investments	26,985	13,747
Prepaid Expenses	(2,401)	3,612
Increase (Decrease) in Operating Liabilities:		
Accounts Payable/Promises to Give	(350,181)	(4,047)
Payroll Liabilities	(1,280)	-
	(322,088)	42,430
<u>Cash Flows From Financing Activities</u>		
Loan Proceeds	56,000	-
Principal Payments	(3,500)	(5,376)
	52,500	(5,376)
<u>Cash Flows From Investing Activities</u>		
Acquisition of Property & Equipment	(74,471)	-
Disposition of Property & Equipment	30,000	-
	(44,471)	-
Net Increase (Decrease) in Cash	(314,059)	37,054
Cash at Beginning of Year	432,795	118,736
Cash at End of Year	\$ 118,736	\$ 155,790
Supplemental Information - Interest Paid	\$ 1,544	\$ -

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2009

	<u>Camp Be An Angel</u>	<u>Snowday</u>	<u>Holiday Programs</u>	<u>Summer Respite</u>
Playgrounds	\$ -	\$ -	\$ -	\$ -
Nutritional Program	-	-	-	-
Individual Requests	-	-	-	-
Hearing Aid Program	-	-	-	-
Toys	-	-	173,107	-
Student Activities	-	10,378	-	10,000
Camp Sign	15,000	-	-	-
Equipment	-	-	1,135	-
Other	200	-	21,995	-
Salaries & Payroll Taxes	-	-	6,097	-
Insurance-Health	-	-	-	-
Materials & Supplies	-	-	4,307	-
Advertising/Website	-	-	21,993	-
Professional Fees	-	-	-	-
Printing & Signage	-	-	7,699	-
Public Awareness	-	-	-	-
Awards & Gifts	-	-	-	-
Automotive/Transportation	-	450	4,975	-
Insurance-General	-	-	-	-
Postage & Delivery	-	-	3,876	-
Interest	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Bank Service Charges	-	-	4,195	-
Storage/Rent	-	2,520	6,400	-
Contract Labor	-	1,500	2,395	36,463
Appreciation Functions	-	-	484	-
Pension	-	-	-	-
Dues & Subscriptions	-	-	-	-
Meetings	-	-	-	-
Totals	<u>\$ 15,200</u>	<u>\$ 14,848</u>	<u>\$ 258,658</u>	<u>\$ 46,463</u>

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2009

	Child/Family Assistance	Institutional Assistance	Other	Total Programs
Playgrounds	\$ -	\$ 300,401	\$ -	\$ 300,401
Nutritional Program	997	-	-	997
Individual Requests	28,582	-	-	28,582
Hearing Aid Program	25,313	-	-	25,313
Toys	-	-	-	173,107
Student Activities	-	-	189	20,567
Camp Sign	-	-	-	15,000
Equipment	-	-	-	1,135
Other	27,000	30,000	187	79,382
Salaries & Payroll Taxes	-	-	101,067	107,164
Insurance-Health	-	-	3,877	3,877
Materials & Supplies	-	-	2,985	7,292
Advertising/Website	-	-	110	22,103
Professional Fees	-	-	-	-
Printing & Signage	-	-	364	8,063
Public Awareness	-	-	25,246	25,246
Awards & Gifts	-	-	-	-
Automotive/Transportation	-	-	1,422	6,847
Insurance-General	-	-	5,954	5,954
Postage & Delivery	-	-	734	4,610
Interest	-	-	515	515
Telephone	-	-	4,152	4,152
Depreciation	-	-	-	-
Bank Service Charges	-	-	17	4,212
Storage/Rent	1,100	-	-	10,020
Contract Labor	-	-	-	40,358
Appreciation Functions	-	-	-	484
Pension	-	-	5,900	5,900
Dues & Subscriptions	-	-	-	-
Meetings	-	-	-	-
Totals	<u>\$ 82,992</u>	<u>\$ 330,401</u>	<u>\$ 152,719</u>	<u>\$ 901,281</u>

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2009

	Total Programs	Fundraising	Admin & General	Total
Playgrounds	\$ 300,401	\$ -	\$ -	\$ 300,401
Nutritional Program	997	-	-	997
Individual Requests	28,582	-	-	28,582
Hearing Aid Program	25,313	-	-	25,313
Toys	173,107	-	-	173,107
Student Activities	20,567	-	-	20,567
Camp Sign	15,000	-	-	15,000
Equipment	1,135	-	-	1,135
Other	79,382	-	3,850	83,232
Salaries & Payroll Taxes	107,164	280	55,906	163,350
Insurance-Health	3,877	-	1,292	5,169
Materials & Supplies	7,292	59,495	356	67,143
Advertising/Website	22,103	2,940	1,850	26,893
Professional Fees	-	41,274	8,085	49,359
Printing & Signage	8,063	10,094	3,145	21,302
Public Awareness	25,246	-	-	25,246
Awards & Gifts	-	1,857	1,647	3,504
Automotive/Transportation	6,847	3,053	4,962	14,862
Insurance-General	5,954	3,664	5,649	15,267
Postage & Delivery	4,610	4,150	812	9,572
Interest	515	515	515	1,545
Telephone	4,152	-	2,172	6,324
Depreciation	-	-	8,780	8,780
Bank Service Charges	4,212	2,533	618	7,363
Storage/Rent	10,020	3,300	4,400	17,720
Contract Labor	40,358	-	-	40,358
Appreciation Functions	484	-	2,290	2,774
Pension	5,900	-	2,567	8,467
Dues & Subscriptions	-	-	1,327	1,327
Meetings	-	295	1,967	2,262
Totals	<u>\$ 901,281</u>	<u>\$ 133,450</u>	<u>\$ 112,190</u>	<u>\$1,146,921</u>

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2010

	<u>Camp Be An Angel</u>	<u>Snowday</u>	<u>Holiday Programs</u>	<u>Summer Respite</u>
Playgrounds	\$ -	\$ -	\$ -	\$ -
Nutritional Program	-	-	-	-
Individual Requests	-	-	-	-
Hearing Aid Program	-	-	-	-
Toys	-	-	183,669	-
Student Activities	-	13,229	-	-
Camp Sign	-	-	-	-
Equipment	-	-	1,063	-
Other	15,269	2,810	53,673	4,400
Salaries & Payroll Taxes	-	-	-	-
Insurance-Health	-	-	-	-
Materials & Supplies	-	-	3,166	-
Advertising/Website	-	-	-	-
Professional Fees	-	-	-	-
Printing & Signage	-	-	7,360	-
Public Awareness	-	-	-	-
Awards & Gifts	-	-	-	-
Automotive/Transportation	-	-	1,890	-
Insurance-General	-	-	-	-
Postage & Delivery	-	-	3,140	-
Interest	-	-	-	-
Telephone	-	-	-	-
Depreciation	-	-	-	-
Bank Service Charges	-	-	3,210	-
Bad Debt	-	-	-	-
Storage/Rent	-	-	-	-
Contract Labor	-	-	-	59,167
Appreciation Functions	-	-	364	-
Pension	-	-	-	-
Dues & Subscriptions	-	-	-	-
Meetings	-	-	-	-
Totals	<u>\$ 15,269</u>	<u>\$ 16,039</u>	<u>\$ 257,535</u>	<u>\$ 63,567</u>

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2010

	<u>Child/Family Assistance</u>	<u>Institutional Assistance</u>	<u>Other</u>	<u>Total Programs</u>
Playgrounds	\$ -	\$ 177,329	\$ -	\$ 177,329
Nutritional Program	1,971	-	-	1,971
Individual Requests	16,218	-	-	16,218
Hearing Aid Program	44,221	-	-	44,221
Toys	-	-	-	183,669
Student Activities	1,657	10,800	-	25,686
Camp Sign	-	-	-	-
Equipment	-	11,941	1,602	14,606
Other	5,400	-	3,582	85,134
Salaries & Payroll Taxes	-	-	143,828	143,828
Insurance-Health	-	-	-	-
Materials & Supplies	-	-	1,200	4,366
Advertising/Website	-	-	1,005	1,005
Professional Fees	-	-	-	-
Printing & Signage	-	-	-	7,360
Public Awareness	-	-	35,254	35,254
Awards & Gifts	-	-	-	-
Automotive/Transportation	-	-	1,527	3,417
Insurance-General	-	-	7,179	7,179
Postage & Delivery	-	-	303	3,443
Interest	-	-	-	-
Telephone	-	-	3,834	3,834
Depreciation	-	-	-	-
Bank Service Charges	-	-	216	3,426
Bad Debt	-	-	3,810	3,810
Storage/Rent	-	-	-	-
Contract Labor	-	-	-	59,167
Appreciation Functions	-	-	-	364
Pension	-	-	-	-
Dues & Subscriptions	-	-	-	-
Meetings	-	-	-	-
Totals	<u>\$ 69,467</u>	<u>\$ 200,070</u>	<u>\$ 203,340</u>	<u>\$ 825,287</u>

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

BE AN ANGEL FUND, INC.
Statement of Functional Expenses
For the Year Ended August 31, 2010

	Total Programs	Fundraising	Admin & General	Total
Playgrounds	\$ 177,329	\$ -	\$ -	\$ 177,329
Nutritional Program	1,971	-	-	1,971
Individual Requests	16,218	-	-	16,218
Hearing Aid Program	44,221	-	-	44,221
Toys	183,669	-	-	183,669
Student Activities	25,686	-	-	25,686
Camp Sign	-	-	-	-
Equipment	14,606	-	1,602	16,208
Other	85,134	23,421	7,595	116,150
Salaries & Payroll Taxes	143,828	-	70,938	214,766
Insurance-Health	-	-	-	-
Materials & Supplies	4,366	54,984	4,783	64,133
Advertising/Website	1,005	1,118	649	2,772
Professional Fees	-	9,707	8,020	17,727
Printing & Signage	7,360	10,326	1,692	19,378
Public Awareness	35,254	-	-	35,254
Awards & Gifts	-	2,760	310	3,070
Automotive/Transportation	3,417	2,412	5,032	10,861
Insurance-General	7,179	-	7,747	14,926
Postage & Delivery	3,443	3,507	464	7,414
Interest	-	-	-	-
Telephone	3,834	-	2,671	6,505
Depreciation	-	-	8,780	8,780
Bank Service Charges	3,426	1,870	669	5,965
Bad Debt	3,810	650	-	4,460
Storage/Rent	-	-	-	-
Contract Labor	59,167	-	-	59,167
Appreciation Functions	364	-	1,443	1,807
Pension	-	-	-	-
Dues & Subscriptions	-	-	1,290	1,290
Meetings	-	293	717	1,010
Totals	<u>\$ 825,287</u>	<u>\$ 111,048</u>	<u>\$ 124,402</u>	<u>\$1,060,737</u>

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

BE AN ANGEL FUND, INC.
Notes to the Financial Statements
August 31, 2010

Note A – Summary of Significant Accounting Policies

Organization and Purpose

Be An Angel Fund, Inc. (the Organization) is a nonprofit welfare organization serving children with multiple disabilities or profound deafness and their families in Houston, Dallas and Fort Worth Metropolitan Areas. The Organization raises funds to improve the quality of life of its constituency by providing adaptive equipment and select services to individuals and institutions.

Some of the Organization's projects include:

- Institutional Programs: Such as barrier free playgrounds, hydrotherapy pool and sensory rooms enabling special children the ongoing development and experiences that their bodies need.
- Individual Programs: Such as motorized wheelchairs, hearing aids, nutritional supplements and clothing.
- Activities: Such as field trips and weekend camping retreats designed to allow the entire family to enjoy their time spent together.
- Respite Care: Provides day care and trained staff so that family care givers can work and their children can continue their development during school vacations.
- Christmas Program: Providing 4,006 disabled children from low-income homes with Christmas Gifts.
- Snowday Program: Creating a winter wonderland with the help of over 33 tons of snow, a signing Santa, petting zoo and train rides at T. H. Rogers School.

Volunteer opportunities include:

- Event Angels help set up for events, work the registration tables, organize auction items and run errands at hectic times.
- Christmas Angels assist with one of the Organization's largest events by shopping for the children and wrapping presents.
- Missionary Angels carry the good news about the Organization into the community. They seek volunteers and donations at shopping malls and local events.
- Entertainment Angels make children smile through a variety of talents, which may include art, music and clowning.

Income Tax

The Organization is exempt from federal income taxes under Section 501(c) (3) of the Internal Revenue Code and has been classified as an Organization that is not a private foundation under Section 509(a) of the Internal Revenue Code. Accordingly, the Organization is not required to pay income taxes.

Basis of Accounting

The accompanying financial statements are presented using the accrual basis of accounting, as it is required by generally accepted accounting principles. Revenues are recorded when earned, and expenses are recorded when incurred.

Financial Statement Presentation

The organization presents its financial statements in accordance with Statement of Financial Accounting Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations. Under SFAS No. 117, the Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted – Net assets that are not subject to donor-imposed restrictions. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Temporarily Restricted – Net assets whose use is subject to donor-imposed restrictions that can be fulfilled by actions of the Organization pursuant to those restrictions or that expire by the passage of time. All donor-restricted support is reported as an increase in temporarily restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction lapses or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Permanently Restricted – Net assets subject to donor-imposed restrictions require that they be maintained permanently by the Organization. The organization does not have any permanently restricted net assets as of August 31, 2010.

Contributions

The Organization accounts for contributions in accordance with recommendations of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116 contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in temporarily restricted or permanently restricted net assets in the reporting period in which the support is recognized. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Cash and Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers all highly liquid investments with initial maturities of three months or less to be cash equivalents.

Property and Equipment

Furniture and equipment are stated at cost, or if donated, the fair value on the date received. Depreciation is provided using the straight-line method for temporary building and accelerated methods for fixtures and equipment over the estimated useful life of the assets. Total depreciation for each of the years ending August 2009 & 2010 was \$8,780.

Donated Material and Services

Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. Such donations are reported as unrestricted support unless the donor has restricted the donated assets to a specific purpose. The Organization recognizes donated services that create or enhance non financial assets or that require specialized skills and are provided by individuals possessing those skills, and would typically need to be purchased, if not provided by donation.

The value of other donated services is not reflected in the accompanying financial statements since there is no objective basis available by which to measure the value of such services. However, a substantial number of volunteers, including the Board of Directors, have donated significant amounts of their time in the Organization's efforts.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities as of the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Significant estimates relate primarily to lives used in asset depreciation, fair values used to record in-kind contributions, and the functional allocation of expenses. Actual results could differ from those estimates.

Note B – Partnership Interests

Four closely held limited partnership interests have been donated to the Organization and are recorded at fair value. The portion of the capital originally donated to the Organization reverts to the donors at the end of the partnership term. Distributions from the partnerships have been recorded as reductions in the carrying value of the assets. During the years ended August 2009 and 2010, distributions received were \$26,985 and \$13,747 respectively.

Note C – Temporarily Restricted Net Assets

Temporarily restricted net assets consisted of the following:

	2009	2010
Alternatives for Angels	\$ 37,668	\$ 12,660
Hearing Aids - Latin America	15,237	3,238
Oleson Elementary Playground	-	10,000
Aldine ISD EXPO	-	550
Golf Ball Drop	-	1,850
Nutritional Program	-	6,023
Hearing Aids - Local	1,401	-
Partnership Interests	38,383	24,636
	<u>\$ 92,689</u>	<u>\$ 58,957</u>

Note D — Office Facilities

During the year ended August 31, 2009, the Organization purchased a portable building for use as an office. The total cost was \$ 74,471. Aldine Independent School District provides space for the building at no charge. \$13,200 has been recorded as in-kind contributions for rent and utilities. Certain schools and students in the Aldine Independent School District are beneficiaries of some of the Organization's programs.

Note E – Concentration of Credit Risk

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

Note F - Other Concentrations

Donations from the Organization's annual Christmas fund raising drive were \$506,314 in 2009 and \$476,555 in 2010. This included \$31,170 of in-kind contributions in 2009 and \$34,400 in 2010.

A company that board member Dan Patrick has an ownership interest in, donated public service announcements in connection with the Organization's annual Christmas fundraising drive and golf tournament.

The Organization does not have any commitments from the aforementioned contributors to continue such activities in the future.

Note G – Municipal Bonds

During the year ended August 31, 2007, the Organization purchased \$50,000 in Wake County, North Carolina municipal bonds. The bonds are rated AAA by both Moody's and S&P and bear the interest rate of 3.62%. The bonds are due in October 2022 and the fair market value at year end is the same as the purchase price.