

TRUSSVILLE CITY SCHOOLS FOUNDATION

Financial Statements

December 31, 2010

TRUSSVILLE CITY SCHOOLS FOUNDATION

FINANCIAL STATEMENTS

DECEMBER 31, 2010

Financial Statements

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Taylor Vise Brown & King, LLC

Certified Public Accountants and Consultants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Trussville City Schools Foundation

We have audited the accompanying statement of assets, liabilities, and net assets - cash basis of Trussville City Schools Foundation (a nonprofit organization) as of December 31, 2010 and the related statement of support, revenue, and expenses - cash basis for the year then ended. These financial statements are the responsibility of the Foundation'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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in note 2, these financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Trussville City Schools Foundation as of December 31, 2010, and its support, revenue, and expenses for the year then ended, on the basis of accounting described in note 2.

Birmingham, Alabama
April 28, 2011

TAYLOR VISE BROWN & KING, LLC

Taylor Vise Brown & King, LLC

TRUSSVILLE CITY SCHOOLS FOUNDATION

STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS - CASH BASIS

December 31, 2010

Total Assets	
Cash and cash equivalents.....	\$ 35,090
Investment	<u>120,330</u>
Total Assets	<u>\$ 155,420</u>
Net Assets	
Unrestricted	<u>\$ 155,420</u>
Total Net Assets	<u>\$ 155,420</u>

See notes to financial statements

TRUSSVILLE CITY SCHOOLS FOUNDATION

STATEMENT OF SUPPORT, REVENUE, AND EXPENSES – CASH BASIS

Year Ended December 31, 2010

Revenue & Support

Cash donations	\$ 128,820
Donation of goods and services.....	8,712
Investment income	<u>1,821</u>
Total Revenue & Support.....	139,353

Expenses

Contribution for the benefit of Trussville City Schools	74,409
Contract salaries	19,467
Fundraising expense.....	19,187
Printing.....	1,402
Advertising.....	3,949
General & administrative	<u>7,284</u>
Total Expenses.....	<u>125,698</u>

Increase in Net Assets 13,655

Net Assets at Beginning of Year..... 141,765

Net Assets at End of Year..... \$ 155,420

See notes to financial statements

TRUSSVILLE CITY SCHOOLS FOUNDATION

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

Note 1 – Nature of Entity

Trussville City Schools Foundation is a nonprofit corporation, incorporated under the laws of the State of Alabama. The mission of the Trussville City Schools Foundation is to mobilize community support for the Trussville City Schools.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting - The Foundation's policy is to prepare its financial statements on the cash basis of accounting, whereby, revenue and support is recognized when cash is received rather than when earned and expenses are recognized when paid rather when the obligation is incurred. Financial statements prepared on this basis of accounting are not intended to present financial position and results of operations in accordance with generally accepted accounting principles.

Donations – Donations are recognized when the Foundation receives the donation. Donations that are restricted by the donor are reported as an increase in unrestricted net assets if the restrictions expire in the reporting period in which the contributions are recognized. All other donor-restricted donations are reported as an increase in restricted net assets. When a restriction expires, restricted net assets are reclassified to unrestricted net assets.

Advertising Expense - Advertising cost for the year ended December 31, 2010 was \$3,949.

Income Taxes - The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

Cash and Cash Equivalents - Cash and cash equivalents include all cash balances and highly liquid investments with maturity of three months or less. The Foundation places its investments with high-credit quality financial institutions. At times such investments might be in excess of federal insurance limits.

Uncertain Tax Positions: The Foundation has adopted the provisions of the Accounting Standards Codification (ASC) relating to uncertainty in income taxes. The guidance requires entities to assess their uncertain tax positions for the likelihood that they would be overturned upon Internal Revenue Service examination. In accordance with this guidance, the Foundation has determined that it does not have any positions at December 31, 2010, that it would be unable to substantiate.

Subsequent Events: Management has evaluated subsequent events and their potential effects on these financial statements through April 28, 2011, which is the date the financial statements were available to be issued.

TRUSSVILLE CITY SCHOOLS FOUNDATION

NOTES TO FINANCIAL STATEMENTS

December 31, 2010

Note 3 - Uninsured Cash Balances

The Foundation maintains cash balances at a local financial institution. Cash accounts are insured for up to \$250,000. There were no amounts in excess of insured limits at December 31, 2010.

Note 4 – Investment

At December 31, 2010 the Foundation has a Certificate of Deposit at a local bank. The Certificate of Deposit matures on April 15, 2011 and bears interest a fixed rate of 1.0%.

Note 5 – Donation of Goods and Services

During 2010 goods and services donated to the Foundation were as follows:

Advertising	\$	3,810
Rent		1,800
Printing.....		1,402
Professional fees.....		900
Copies.....		<u>800</u>
Total Donation of Goods and Services	\$	<u>8,712</u>

Note 5 – Contributions for the Benefit of Trussville City Schools

During 2010 the Foundation received restricted and unrestricted donations for the benefit of the Trussville City Schools. Also during 2010 a joint fundraising event was held with the Hewitt Trussville Student Athlete Foundation. Contributions for the benefit of Trussville City Schools are as follows:

Unrestricted contribution to Trussville City Schools	\$	42,500
Restricted contributions to Trussville City Schools.....		6,047
Restricted contribution to Hewitt Trussville High School.....		4,000
Purchase of video equipment – restricted donation.....		6,334
Trussville Student Athlete Foundation – joint fundraising event		<u>15,528</u>
Total Contributions for the Benefit of Trussville City Schools	\$	<u>74,409</u>

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