

JACKIE ROBINSON FOUNDATION, INC.

**Financial Statements and Additional Data
For the Year Ended June 30, 2009
(With Comparative Totals for 2008)
With Report of Independent Auditors**

JACKIE ROBINSON FOUNDATION, INC.
June 30, 2009
(With Comparative Totals for 2008)

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REPORT OF INDEPENDENT AUDITORS

The Board of Directors
Jackie Robinson Foundation, Inc.

We have audited the accompanying statement of financial position of Jackie Robinson Foundation, Inc. (the “Foundation”) as of June 30, 2009, and the related statements of activities and of cash flows 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 audit. The prior year summarized comparative information has been derived from the Foundation’s 2008 financial statements, and in our report dated November 30, 2008, we expressed an unqualified opinion on those financial statements.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Foundation’s internal control over financial reporting. Our audit included 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 the Foundation’s internal control over financial reporting. Accordingly, we express no such opinion. 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 Jackie Robinson Foundation, Inc., as of June 30, 2009, and the change in its net assets and its cash flows for the year then ended, in conformity with accounting principles generally accepted in the United States.



October 20, 2009

JACKIE ROBINSON FOUNDATION, INC.

Statement of Financial Position

As of June 30, 2009

(With Comparative Totals for 2008)

	2009			2008
	Operating	Endowment	Total	Total
ASSETS				
Cash and cash equivalents (Note 3)	\$ 424,251	\$ -	\$ 424,251	\$ 507,714
Investments (Note 7)	1,778	7,731,883	7,733,661	9,778,377
Pledges receivable, net (Note 6)	7,504,230	-	7,504,230	9,002,411
Interfund receivable (payable)	(1,157,675)	1,157,675	-	-
Other receivables—net of allowance for uncollectible receivables of \$25,092 and \$92 in 2009 and 2008, respectively	14,434	19,371	33,805	48,827
Prepaid expenses	58,910	-	58,910	109,368
Inventory—merchandise and coins	51,138	-	51,138	55,282
Security deposits	44,321	-	44,321	14,321
Property and equipment—net (Note 4)	3,973,872	-	3,973,872	4,003,598
Total assets	\$ 10,915,259	\$ 8,908,929	\$ 19,824,188	\$ 23,519,898
LIABILITIES AND NET ASSETS				
<i>Liabilities:</i>				
Accounts payable and accrued expenses	\$ 138,977	\$ -	\$ 138,977	\$ 182,879
Advance payable	5,000	-	5,000	75,000
Deferred rent obligation (Note 9)	909,974	-	909,974	782,053
Credit line payable (Note 8)	3,937,792	-	3,937,792	3,846,110
Total liabilities	4,991,743	-	4,991,743	4,886,042
<i>Net Assets:</i>				
Unrestricted:				
Board-designated endowment	-	4,773,034	4,773,034	5,790,208
Undesignated balance	(4,091,505)	-	(4,091,505)	(1,700,217)
Total unrestricted	(4,091,505)	4,773,034	681,529	4,089,991
Temporarily restricted (Note 11)	10,015,021	4,135,895	14,150,916	14,543,865
Total net assets	5,923,516	8,908,929	14,832,445	18,633,856
Total liabilities and net assets	\$ 10,915,259	\$ 8,908,929	\$ 19,824,188	\$ 23,519,898

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

JACKIE ROBINSON FOUNDATION, INC.

Statement of Activities

For the Year Ended June 30, 2009

(With Comparative Totals for 2008)

	2009			2008
	Unrestricted	Temporarily Restricted	Total	Total
PUBLIC SUPPORT AND REVENUE				
<i>Public Support:</i>				
Fundraising events	\$ 1,227,087	\$ -	\$ 1,227,087	\$ 1,129,045
Less: costs of events	<u>722,501</u>	<u>-</u>	<u>722,501</u>	<u>720,253</u>
Fundraising events—net (Note 13)	504,586	-	504,586	408,792
Contributions and grants	2,318,096	1,080,599	3,398,695	4,671,927
Legacy campaign	-	405,285	405,285	5,009,911
Endowment campaign	-	35,832	35,832	339,247
<i>Revenue:</i>				
Investment income	213,322	-	213,322	591,258
Net realized and unrealized (losses) on investments	(2,135,465)	-	(2,135,465)	(1,080,651)
Other income	<u>37,704</u>	<u>-</u>	<u>37,704</u>	<u>629</u>
	938,243	1,521,716	2,459,959	9,941,113
<i>Net assets released from restriction:</i>				
Time restriction satisfied	<u>1,914,665</u>	<u>(1,914,665)</u>	<u>-</u>	<u>-</u>
Total public support and revenue	<u>2,852,908</u>	<u>(392,949)</u>	<u>2,459,959</u>	<u>9,941,113</u>
EXPENSES				
<i>Program Services:</i>				
Education and leadership development	3,364,384	-	3,364,384	3,326,880
Public information	524,128	-	524,128	523,183
Archives	<u>175,686</u>	<u>-</u>	<u>175,686</u>	<u>187,474</u>
Total program services	4,064,198	-	4,064,198	4,037,537
<i>Supporting Services:</i>				
Management and general	671,530	-	671,530	651,094
Fundraising	<u>1,016,975</u>	<u>-</u>	<u>1,016,975</u>	<u>1,141,805</u>
Total expenses before museum development costs:	5,752,703	-	5,752,703	5,830,436
Museum development costs (Note 14)	<u>508,667</u>	<u>-</u>	<u>508,667</u>	<u>513,282</u>
Total expenses	<u>6,261,370</u>	<u>-</u>	<u>6,261,370</u>	<u>6,343,718</u>
Change in net assets	(3,408,462)	(392,949)	(3,801,411)	3,597,395
Net assets, beginning of year	<u>4,089,991</u>	<u>14,543,865</u>	<u>18,633,856</u>	<u>15,036,461</u>
Net assets, end of year	<u>\$ 681,529</u>	<u>\$ 14,150,916</u>	<u>\$ 14,832,445</u>	<u>\$ 18,633,856</u>

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

JACKIE ROBINSON FOUNDATION, INC.

Statement of Cash Flows

For the Year Ended June 30, 2009

(With Comparative Figures for 2008)

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (3,801,411)	\$ 3,597,395
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation and amortization	225,833	222,576
Debt finance interest	91,681	-
Bad debts	25,000	148,958
Loss on investments and disposal of fixed assets	2,135,465	1,088,720
Donated securities	(10,208)	(20,997)
Decrease (increase) in pledges receivable	1,492,699	(4,991,513)
Increase in interest and other receivables	(9,978)	(14,953)
Decrease (increase) in prepaid expenses	50,458	(76,174)
Decrease (increase) in inventory-merchandise	2,924	(2,670)
Decrease in advance payable	(70,000)	(10,100)
Increase in deferred rent obligation	127,921	587,494
Decrease in accounts payable and accrued expenses	(43,902)	(57,093)
Net cash provided by operating activities	<u>216,482</u>	<u>471,643</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale of investments	9,583,625	2,207,587
Purchases of investments	(9,657,462)	(2,749,427)
Purchases of property and equipment	(196,108)	(3,655,410)
Security deposits paid	(30,000)	-
Security deposits released	-	341,253
Net cash used by investing activities	<u>(299,945)</u>	<u>(3,855,997)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Line of Credit	-	4,146,110
Repayment on Line of Credit	-	(300,000)
Net cash provided by financing activities	<u>-</u>	<u>3,846,110</u>
Net (decrease) increase in cash and cash equivalents	(83,463)	461,756
Cash and cash equivalents, beginning of year	<u>507,714</u>	<u>45,958</u>
Cash and cash equivalents, end of year	<u><u>\$ 424,251</u></u>	<u><u>\$ 507,714</u></u>
Supplementary disclosure:		
The Foundation received contributions in the form of corporate stocks	<u>\$ 10,208</u>	<u>\$ 20,997</u>
Cash paid for interest	<u>\$ -</u>	<u>\$ 96,686</u>

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

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 1 ORGANIZATION AND OPERATIONS

Jackie Robinson Foundation, Inc. (the “Foundation”) is a publicly supported, not-for-profit national organization established in 1973. It was founded in commemoration of Jackie Robinson, a superb athlete and a man dedicated to the struggle for social, economic, and political justice for all. Its programs are concentrated in the areas of supplemental education, youth mentoring, and tuition assistance. In addition, the Foundation serves as an advocate for the rights and interests of minority youth and, in a broader sense, their families and their community.

The Foundation is a public charity exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements are presented in conformity with accounting principles generally accepted in the United States for not-for-profit organizations. Accordingly, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted.

Revenue Recognition

Grants and contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and nature of any donor restrictions.

All donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a 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 reported in the statement of activities as net assets released from restrictions.

Contributions and Pledges Receivable

Contributions and pledges receivable that are expected to be collected within one year are recorded at their net realizable value. Contributions receivable that are expected to be collected in future years are recorded at the present value of estimated future cash flows. The discounts on these amounts are computed using a risk-free interest rate applicable to the year in which the contribution is made. Amortization of the discount is included in contribution revenue.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Investments

Investments are carried at the quoted market value of the securities. Realized and unrealized gains and losses are included in the statement of activities as increases or decreases in the unrestricted class of net assets, unless donor or relevant laws place temporary or permanent restrictions on these gains and losses. For purposes of determining the gain or loss on a sale, the cost of securities sold is based on the average cost of each security held at the date of sale.

The Foundation adopted the provisions of Statement of Financial Accounting Standards No. 157, *Fair Value Measurements* ("SFAS 157"), effective July 1, 2008. SFAS 157 establishes a hierarchy that prioritizes the inputs to valuation techniques, giving the highest priority to readily available unadjusted quoted prices in active markets for identical assets and liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements) when market prices are not readily available or reliable. The three levels of the hierarchy under SFAS 157 are described below:

Level 1: Quoted prices in active markets for identical securities.

Level 2: Prices determined using other significant observable inputs. Observable inputs are inputs that other market participants may use in pricing a security. These may include quoted prices for similar securities, interest rates, credit risk, and others.

Level 3: Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant, unobservable inputs may be used. Unobservable inputs reflect the Foundation's own assumptions and would be based on the best information available.

Changes in valuation techniques may result in transfers in or out of an assigned level within the hierarchy.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Property and Equipment

Property and equipment are recorded at cost or the fair market value at date of donation. Depreciation of furniture and equipment is provided for on a straight-line basis over the estimated useful lives of the respective assets, while leasehold improvements are amortized over their estimated useful lives or the term of the lease, whichever is shorter.

Inventory

Inventory consists primarily of Jackie Robinson coins, transit checks, and merchandise for the Jazz Festival, which is stated at fair value.

Functional Allocation of Expenses

The costs of providing the various programs and other activities of the Foundation have been summarized on a functional basis in the statement of activities, which includes all expenses incurred for the year. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Contributions In-kind

Contributions in-kind are reflected in the financial statements at the estimated fair value at time of donation.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Recent Accounting Pronouncements

During fiscal year 2009, the Foundation adopted the disclosure requirements of FASB Staff Position No. 117-1, *Endowment of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act and Enhanced Disclosures for All Endowment Funds* ("FSP 117-1"). FSP 117-1 requires specific disclosures, among

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Recent Accounting Pronouncements *(continued)*

other things, of the governing board's endowment spending policies, and its endowment investment policies, including return objectives, risk parameters, and strategies for achieving those objectives. See Note 5 for more information.

Comparative Data

The amounts shown for the year ended June 30, 2008, in the accompanying financial statements are included to provide a basis for comparison with 2009 and present summarized totals only. Accordingly, the 2008 totals are not intended to present all information necessary for a fair presentation in conformity with accounting principles generally accepted in the United States.

NOTE 3 CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Foundation to concentration of credit risk consist principally of cash and cash equivalents in financial institutions. At June 30, 2009, cash and cash equivalents exceeded federally insured limits. Management regularly monitors the Foundation's cash balances with a view to minimizing its credit risk.

NOTE 4 PROPERTY AND EQUIPMENT

A summary of property and equipment as of June 30, 2009 and 2008, is as follows:

	<u>2009</u>	<u>2008</u>
Leasehold improvements	\$ 2,844,750	\$ 2,844,750
Furniture and equipment	653,854	639,380
Computer software	22,541	11,666
Artwork	<u>45,700</u>	<u>45,700</u>
Total	3,566,845	3,541,496
Less: Accumulated depreciation and amortization	<u>452,797</u>	<u>226,962</u>
Total	3,114,048	3,314,534
Construction in progress	<u>859,824</u>	<u>689,064</u>
Property and Equipment—net	<u>\$ 3,973,872</u>	<u>\$ 4,003,598</u>

Depreciation and amortization expense for the years ended June 30, 2009 and 2008, was \$225,833 and \$222,576, respectively.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 5 BOARD-DESIGNATED ENDOWMENT

The Board of Directors established a permanent endowment in 1986, specifying that the capital of the endowment would be retained and invested, that there would be no withdrawal of capital except upon approval of the Board, and that the earnings from the endowment's investments may be used upon the approval of the Board for the operations of the Foundation.

In 1992, the Board established an endowed scholarship fund, specifying that the capital of the endowment would be retained and invested and that the earnings from the endowment's investments would be used to provide four-year scholarships through the Foundation's programs.

In 1996, the Board of Directors established the Spike Lee Youth Motivation Achievement Award Fund and resolved that the fund be used to support an annual cash award to a Foundation scholar with the most outstanding community service involvement.

In 2001, the Board agreed to segregate the commemorative coin surcharge income within the permanent endowment fund.

The endowments as of June 30, 2009 and 2008, consisted of the following net asset balances:

	<u>2009</u>	<u>2008</u>
Unrestricted		
Permanent endowment fund	\$ 2,970,923	\$ 3,309,591
Commemorative coin fund	<u>1,802,111</u>	<u>2,480,617</u>
Total unrestricted	<u>4,773,034</u>	<u>5,790,208</u>
Temporarily restricted		
Endowed scholarship fund	4,074,529	5,130,611
Spike Lee Youth Motivation Achievement Award Fund	<u>61,366</u>	<u>75,995</u>
Total temporarily restricted	<u>4,135,895</u>	<u>5,206,606</u>
Total	<u>\$ 8,908,929</u>	<u>\$ 10,996,814</u>

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 5 BOARD-DESIGNATED ENDOWMENT *(continued)*

Changes in Endowment Funds Net Assets for Fiscal Year Ended June 30, 2009

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Endowment assets, beginning of year	\$ 5,790,208	\$ 5,206,606	\$ 10,996,814
Contributions	<u>-</u>	<u>35,832</u>	<u>35,832</u>
Investment return:			
Investment income (net)	103,962	73,849	177,811
Net realized/unrealized losses	<u>(1,121,136)</u>	<u>(1,013,289)</u>	<u>(2,134,425)</u>
Total investment return	<u>(1,017,174)</u>	<u>(939,440)</u>	<u>(1,956,614)</u>
Appropriated for scholarship payments	<u>-</u>	<u>(172,585)</u>	<u>(172,585)</u>
Other addition	<u>-</u>	<u>5,482</u>	<u>5,482</u>
Endowment assets, end of year	<u>\$ 4,773,034</u>	<u>\$ 4,135,895</u>	<u>\$ 8,908,929</u>

Return Objectives and Risk Parameters

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include board-designated funds that the Foundation must retain. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to maintain the level of programs and services currently provided while assuming a moderate level of investment risk. The Foundation expects its endowment funds, over time, to provide a rate of return of approximately 4% in excess of the consumer price index annually. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving Objectives

To satisfy long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation to achieve its long-term return objectives within prudent risk constraints.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 5 BOARD-DESIGNATED ENDOWMENT *(continued)*

Spending Policy and How the Investment Objectives Relate to Spending Policy

The Endowment fund is to be thought of as a permanent fund. As such, the investment objectives require disciplined and consistent management philosophies that accommodate all those events which are relevant, reasonable and probable. Therefore, periodic review of total rate of return and spending rate objectives is required. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment to grow at 6% annually. This is consistent with the Foundation's objective to maintain the purchasing power of the current assets and all future contributions.

NOTE 6 CONTRIBUTIONS AND PLEDGES RECEIVABLE

Contributions and pledges receivable at June 30, 2009, consisted of amounts to be received during the years as follows:

Pledges receivable due within 1 year	\$ 1,942,000
Pledges receivable due within 1 to 5 years	4,976,000
Pledges receivable after 5 years	<u>1,608,000</u>
	8,526,000
Present value discount	(923,770)
Allowance for uncollectible accounts	<u>(98,000)</u>
Total contributions and pledges receivable—net	<u>\$ 7,504,230</u>

NOTE 7 INVESTMENTS

Investments held by the Foundation at June 30, 2009 and 2008, consisted of the following:

	<u>2009</u>	<u>2008</u>
At fair value:		
US government obligations	\$ 3,516,600	\$ 961,682
Corporate stocks	1,778	3,183,246
Corporate bonds	499,928	370,693
Mutual funds	2,371,181	3,472,725
Alternative investments	885,048	1,500,000
Money market	<u>459,126</u>	<u>290,031</u>
Total investments	<u>\$ 7,733,661</u>	<u>\$ 9,778,377</u>

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 7 INVESTMENTS *(continued)*

The following table sets forth by level, within the fair value hierarchy, the Foundation's investments at fair value as of June 30, 2009:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
US government obligations	\$ 3,516,600	\$ -	\$ -	\$ 3,516,600
Corporate stocks	-	1,778	-	1,778
Corporate bonds	-	499,928	-	499,928
Mutual funds	2,371,181	-	-	2,371,181
Alternative investments	-	-	885,048	885,048
Money market	459,126	-	-	459,126
	<u>\$ 6,346,907</u>	<u>\$ 501,706</u>	<u>\$ 885,048</u>	<u>\$ 7,733,661</u>

The following table sets forth a summary of changes in the fair value of the Foundation's Level 3 assets for the year ended June 30, 2009:

Balance, beginning of year	\$ 1,500,000
Transfer to money market funds	<u>(614,952)</u>
Balance, end of year	<u>\$ 885,048</u>

The composition of investments at June 30, 2009 and 2008, was as follows:

Operating	\$ 1,778	\$ 1,778
Endowment	<u>7,731,883</u>	<u>9,776,599</u>
Total investments	<u>\$ 7,733,661</u>	<u>\$ 9,778,377</u>

As discussed in Notes 8 and 9 to the financial statements, the Foundation's investments provide collateral for the line of credit and lease security deposit of \$3,937,792 and \$1,050,000, respectively.

NOTE 8 LINE OF CREDIT PAYABLE

The Foundation has a revolving line of credit with a bank under which the Foundation may borrow up to 50% of the agreed-upon collateral value of its investments portfolio at the bank's LIBOR rate plus 50 basis points, which was 2.97% at June 30, 2009. The amount outstanding under this line of credit at June 30, 2009, was \$3,937,792. The Foundation's investments provide collateral for this line of credit.

JACKIE ROBINSON FOUNDATION, INC.
Notes to Financial Statements
June 30, 2009

NOTE 9 COMMITMENTS

Lease

On February 20, 2007, the Foundation entered into a noncancellable lease agreement for its administrative offices and to provide space for a museum and education center. The lease contains provisions for future rent increases and rent-free periods, during which times rent payments are abated. The period of this lease is from May 1, 2007, through April 30, 2027. The total amount of rental payments due over the lease period is being charged to rent expense on the straight-line method over the term of the lease. The difference between rent expense recorded and the amount paid is credited or charged to "Deferred rent obligation."

The future minimum annual rental payments are as follows:

<u>Year</u>	<u>Base Rental Payments</u>
2010	\$ 1,039,432
2011	1,039,432
2012	1,060,153
2013	1,163,758
2014	1,163,758
Thereafter	<u>16,261,233</u>
Total minimum lease payment	<u>\$ 21,727,766</u>

The lease agreement also provides for a security of \$1,050,000, which is evidenced by a letter of credit collateralized by the Foundation's investments. The security amount decreases periodically over a 15-year period to an amount of \$250,000.

The future minimum annual rental payments are subject to escalations for real estate taxes and certain maintenance costs.

During fiscal years 2009 and 2008, the Foundation's rent expense was \$1,246,909 and \$1,243,110.

Scholarships

The Foundation intends to provide continuing support for recipients of scholarships who demonstrate satisfactory academic progress until completion of their education based on a four-year commitment. As of June 30, 2009 and 2008, the Foundation estimates that the future aggregate commitment to recipients is \$1,971,000 and \$2,533,000, respectively.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 10 CONTRIBUTION IN-KIND

The Foundation established an office in Los Angeles, California, as a base for its west-coast operations. The office space is provided by a member of the Board of Directors as an in-kind contribution. The office space has a fair value of \$21,000 which is accounted for in the financial statements as rent expense and contribution revenue.

NOTE 11 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets of \$14,150,916 and \$14,543,865 at June 30, 2009 and 2008, respectively, are available to support the museum, education, and leadership development program services.

The composition of temporarily restricted net assets at June 30, 2009 and 2008, was as follows:

Museum	\$ 6,053,580	\$ 6,408,558
Scholarships	3,961,441	2,928,701
Endowed scholarships	<u>4,135,895</u>	<u>5,206,606</u>
Total temporarily restricted net assets	<u>\$ 14,150,916</u>	<u>\$ 14,543,865</u>

NOTE 12 RETIREMENT PLAN

In 1991, the Foundation established the Jackie Robinson Foundation Defined Contribution Retirement Plan and a Tax-Deferred Annuity Plan pursuant to Section 403(b) of the Internal Revenue Code.

The retirement plan is a noncontributory, defined contribution plan covering all eligible employees working at the rate of at least 1,000 hours per year who have completed one year of employment. The Foundation contributes an amount equal to 6% of the participating employee's base salary. Additional amounts may be voluntarily contributed under a salary reduction agreement to the tax-deferred supplemental annuity plan.

During fiscal years 2009 and 2008, the Foundation's retirement plan expense was \$58,205 and \$63,894, respectively.

JACKIE ROBINSON FOUNDATION, INC.

Notes to Financial Statements

June 30, 2009

NOTE 13 FUNDRAISING EVENTS

Fundraising events in 2009 were as follows:

	Award Dinner	LA Jazz Concert	Other	2009 Total	2008 Total
Support	\$ 976,354	\$ 236,733	\$ 14,000	\$ 1,227,087	\$ 1,129,045
Less: Costs of fundraising events	<u>576,926</u>	<u>131,208</u>	<u>14,367</u>	<u>722,501</u>	<u>720,253</u>
Fundraising events—net	<u>\$ 399,428</u>	<u>\$ 105,525</u>	<u>(\$ 367)</u>	<u>\$ 504,586</u>	<u>\$ 408,792</u>

NOTE 14 MUSEUM DEVELOPMENT COST

The Foundation is in the process of building the Jackie Robinson Museum to expand the scope of its outreach in continuing Jackie Robinson’s legacy. During the years ended June 30, 2009 and 2008, the Foundation incurred \$508,667 and \$513,282, respectively, in rental cost for the space designated for the museum. Other costs incurred for the construction of museum were capitalized as “construction in progress.”

NOTE 15 SUBSEQUENT EVENTS

The Foundation has evaluated subsequent events through October 20, 2009 and determined that there were no subsequent events to recognize in these financial statements.