

Financial Statements

Family Foundation Fund, Inc.

December 31, 2008

FAMILY FOUNDATION FUND, INC.

Financial Statements

December 31, 2008

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RAYBURN, BATES & FITZGERALD, P.C.

CERTIFIED PUBLIC ACCOUNTANTS

SUITE 300
5200 MARYLAND WAY
BRENTWOOD, TENNESSEE 37027
www.rbfcpa.com

Independent Accountants' Compilation Report

To the Board of Directors
Family Foundation Fund, Inc.

We have compiled the accompanying statement of financial position of Family Foundation Fund, Inc. as of December 31, 2008, and the related statements of activities, functional expenses and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Foundation's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

July 20, 2009

Rayburn, Bates & Fitzgerald, P.C.

FAMILY FOUNDATION FUND, INC.

Statement of Financial Position

December 31, 2008

Current assets:	
Cash and cash equivalents	\$ 52,331
Accounts receivable, no allowance necessary	2,242
Inventory	9,320
Investments	<u>4,156</u>
Total current assets	68,049
Property and equipment, net of accumulated depreciation of \$17,163	<u>212,580</u>
Total assets	\$ <u><u>280,629</u></u>
Current liabilities:	
Accounts payable	\$ <u>13,191</u>
Total current liabilities	<u>13,191</u>
Net assets:	
Unrestricted	248,056
Temporarily restricted	<u>19,382</u>
	<u>267,438</u>
Total liabilities and net assets	\$ <u><u>280,629</u></u>

See independent accountants' compilation report.

FAMILY FOUNDATION FUND, INC.

Statement of Activities

For the Year Ended December 31, 2008

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenue:			
General donations	\$ 259,017	-	259,017
Interest	478	-	478
Other	732	-	732
	<u> </u>	<u> </u>	<u> </u>
Total revenue	260,227	-	260,227
Net assets released from restrictions	8,818	(8,818)	-
	<u>269,045</u>	<u>(8,818)</u>	<u>260,227</u>
Expenses:			
Education and support	189,725	-	189,725
Management and general	141,027	-	141,027
Fundraising	23,050	-	23,050
	<u> </u>	<u> </u>	<u> </u>
Total expenses	353,802	-	353,802
Change in net assets	(84,757)	(8,818)	(93,575)
Net assets, January 1, 2008	<u>332,813</u>	<u>28,200</u>	<u>361,013</u>
Net assets, December 31, 2008	<u>\$ 248,056</u>	<u>19,382</u>	<u>267,438</u>

See independent accountants' compilation report.

FAMILY FOUNDATION FUND, INC.

Statement of Functional Expenses

For the Year Ended December 31, 2008

	Program Services	Supporting Services		
		Management		
	Education and Support	and General	Fund Raising	Total
Salaries	\$ 64,494	64,493	-	128,987
Advertising	952	-	2,857	3,809
Automobile	15,635	7,817	7,817	31,269
Bank service charges	-	2,431	-	2,431
Charitable donations	13,253	-	-	13,253
Communications	4,830	3,864	965	9,659
Professional services	3,013	9,039	-	12,052
Special events and fundraiser	-	-	9,474	9,474
Supplies	3,625	3,624	-	7,249
Travel	4,418	1,473	-	5,891
Postage and shipping	1,937	3,875	1,937	7,749
Educational expenses	48,153	-	-	48,153
Occupancy	-	8,578	-	8,578
Dues and subscriptions	-	442	-	442
Gifts and incentives	1,575	-	-	1,575
Insurance	1,578	1,579	-	3,157
Repairs and maintenance	510	510	-	1,020
Father's House land rental	-	2,829	-	2,829
General program expense	9,328	-	-	9,328
Taxes, licenses, and permits	-	94	-	94
Utilities	-	1,026	-	1,026
Bad debt expense	-	108	-	108
Unrealized loss on investment		29,195		29,195
Loss on disposal of property and equipment	6,098	-	-	6,098
Miscellaneous	-	50	-	50
Total expenses before depreciation	179,399	141,027	23,050	343,476
Depreciation	10,326	-	-	10,326
Total expenses	\$ 189,725	141,027	23,050	353,802

See independent accountants' compilation report.

FAMILY FOUNDATION FUND, INC.

Statement of Cash Flows

For the Year Ended December 31, 2008

Cash flows from operating activities:	
Change in net assets	\$ (93,575)
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	10,326
Unrealized loss on investment	29,195
Loss from disposal of property and equipment	6,098
Donation of property and equipment	10,000
Increase in accounts receivable	(2,095)
Decrease in inventory	1,200
Increase in accounts payable	3,891
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Net cash used by operating activities	(34,960)
	<hr/>
Cash flows from investing activities:	
Purchase of property and equipment	(13,519)
Proceeds from sale of property and equipment	5,095
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Net cash used by investing activities	(8,424)
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Net decrease in cash and cash equivalents	(43,384)
Cash and cash equivalents at beginning of year	95,715
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Cash and cash equivalents at end of year	\$ 52,331
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See independent accountants' compilation report.