

BLACKWELL PUBLIC SCHOOL FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
AUGUST 31, 2008

ASSETS

Current Assets:	
Cash and cash equivalents	\$ 432
Investments (Note 3)	540,816
Total Current Asset	<u>541,248</u>
 Endowment Funds (Note 4)	 <u>191,359</u>
 Total Assets	 <u><u>\$ 732,607</u></u>

LIABILITIES AND NET ASSETS

Liabilities:	
Grants payable	\$ 13,229
 Net Assets:	
Unrestricted	525,235
Temporarily restricted	2,784
Permanently restricted	191,359
Total Net Assets	<u>719,378</u>
 Total Liabilities and Net Assets	 <u><u>\$ 732,607</u></u>

BLACKWELL PUBLIC SCHOOL FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENT
YEAR ENDED AUGUST 31, 2008

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Nature of Organization

The Blackwell Public School Foundation, Inc. is a not-for-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Foundation has been classified as an organization that is not a private foundation. The Foundation was created on September 26, 1988, to better provide the charitable and educational needs of the Blackwell Public Schools and its student body by providing an entity through which monies or other properties by gift, devise or bequest can be dedicated to those charitable and educational needs.

Basis of Accounting

The financial statements of Blackwell Public School Foundation, Inc. have been prepared on the accrual basis. Their support and revenues are recognized when they are earned and their expenses are recognized when they are incurred.

NOTE 2 - ACCOUNTING FOR CONTRIBUTIONS:

The Foundation has adopted the provisions of Statement of Financial Accounting Standard No. 116, "Accounting for Contributions Received and Contributions Made", and No. 117, "Financial Statements of Not-For-Profit Organizations". Statement No. 116 requires the Foundation to distinguish between contributions that increase permanently restricted net assets, temporarily restricted net assets, and unrestricted net assets. It also requires recognition of contributions, including contributed services meeting criteria, at fair values. Statement No. 117 establishes standards for external financial statements of not-for-profit foundations and requires a statement of financial position, a statement of activities, and a statement of cash flows.

Unconditional promises to give are recorded as received. Conditional promises to give, which depend on the occurrence of a specified future and uncertain event to bind the promises, are recorded as temporarily restricted net assets until the conditions on which they depend are met.

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at their fair values in the period received.

BLACKWELL PUBLIC SCHOOL FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENT
YEAR ENDED AUGUST 31, 2008

NOTE 3 – INVESTMENTS:

The following is a detailed schedule of the investments at August 31, 2008:

	<u>Fair Value</u>
Certificates of deposit	\$ 478,841
Money market funds	20,976
Government funds	<u>40,991</u>
Totals	<u>\$ 540,816</u>

NOTE 4 – ENDOWMENT FUNDS:

During the year ended August 31, 2001, a donor contributed \$100,000 to a trust fund for the Foundation. The purpose of this trust fund is to provide an annual \$1,500 scholarship to a Blackwell High School graduating senior who is interested in pursuing a degree in Aeronautical and Space Engineering, or a related field. The scholarships are to be payable from the earnings of the trust fund or an additional donation. The market value of the funds at August 31, 2008 was \$68,997.

The Blackwell Public School Foundation, Inc. created an Endowment Fund with the Communities Foundation of Oklahoma Inc. The Foundation deposited \$10,000 into this fund and received a matching grant of \$10,000. The monies in this fund are invested. During the year ended August 31, 2008 the Foundation deposited \$100,000 into this fund and received a matching grant of \$3,000. At August 31, 2008 the balance of this fund was \$122,362.

NOTE 5 – ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures 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.

NOTE 6 – CONTINGENCIES:

As of August 31, 2008 the Foundation did not have any pending litigation or potential non-disclosed liabilities that management believes would have a material effect on the financial statements.

NOTE 7 – RISK MANAGEMENT:

The Foundation is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Foundation does not carry commercial insurance for risk of loss.