

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
JOHNSON CITY, TEXAS

AUDIT REPORT

DECEMBER 31, 2010

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MEMBER
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MEMBER
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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
FRIENDS OF LBJ NATIONAL HISTORICAL PARK
P. O. Box 1831
100 Lady Bird Lane
Johnson City, Texas 78636

Members of the Board:

We have audited the accompanying statement of financial position of Friends of LBJ National Historical Park, (a nonprofit organization) as of December 31, 2010, and the related statements of activities, functional expenses, and cash flows for the twelve months 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 our 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 account principles used and the 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 Friends of LBJ National Historical Park, as of December 31, 2010, and the changes in its net assets and its cash flows for the twelve months then ended in conformity with accounting principles generally accepted in the United States of America.

Klein, Kraus & Company, LLC

KLEIN, KRAUS & COMPANY, LLC
Fredericksburg, Texas

August 16, 2011

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2010

		2010
ASSETS		
Cash and Cash Equivalents – Unrestricted	\$	84,971.70
Cash – Temporarily Restricted		50,419.35
TOTAL ASSETS	\$	135,391.05
 LIABILITIES		
TOTAL LIABILITIES	\$	-
 NET ASSETS		
Unrestricted		84,971.70
Temporarily Restricted		50,419.35
Total Net Assets		135,391.05
 TOTAL LIABILITIES AND NET ASSETS	 \$	 135,391.05

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

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
STATEMENT OF ACTIVITIES
TWELVE MONTHS ENDED DECEMBER 31, 2010

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Revenues and Other Support:			
Donations	\$ 2,012.00	\$ -	\$ 2,012.00
Fundraising	55,497.00	-	55,497.00
Interest	695.49	419.35	1,114.84
Grants	-	50,000.00	50,000.00
Memberships	9,700.00	-	9,700.00
Landscaping	-	500.00	500.00
Other Miscellaneous	4,681.50	-	4,681.50
Total Revenues	<u>72,585.99</u>	<u>50,919.35</u>	<u>123,505.34</u>
Net Assets Released From Restrictions	500.00	(500.00)	-
Total Revenues and Other Support	<u>73,085.99</u>	<u>50,419.35</u>	<u>123,505.34</u>
Expenses:			
Restricted Funds	-	-	-
Administrative	41,149.66	-	41,149.66
Total Expenses	<u>41,149.66</u>	<u>-</u>	<u>41,149.66</u>
Change in Net Assets	31,936.33	50,419.35	82,355.68
Net Assets, December 31, 2009	<u>53,035.37</u>	<u>0</u>	<u>53,035.37</u>
Net Assets, December 31, 2010	<u>\$ 84,971.70</u>	<u>\$ 50,419.35</u>	<u>\$ 135,391.05</u>

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

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2010

	<u>Restricted Funds</u>	<u>Administrative</u>	<u>Totals</u>
Expenses:			
Bird Dog Fly-In	\$ -	\$ 214.70	\$ 214.70
Architect Fees	-	1,894.25	1,894.25
Insurance	-	705.00	705.00
Landscaping	-	667.15	667.15
PayPal Fees	-	65.67	65.67
JetStar Transport	-	3,185.00	3,185.00
Promotional Materials	-	2,740.67	2,740.67
Reflections of the 60's	-	1,600.00	1,600.00
Termite Treatment	-	2,731.00	2,731.00
Postage	-	221.12	221.12
Miscellaneous	-	1,331.43	1,331.43
TWH Food Service	-	390.00	390.00
	<u>-</u>	<u>15,745.99</u>	<u>15,745.99</u>
Total Expenses Before Fund Raising & Extraordinary Expense	-	15,745.99	15,745.99
Fund Raising	-	25,403.67	25,403.67
	<u>-</u>	<u>25,403.67</u>	<u>25,403.67</u>
TOTAL EXPENSES	\$ -	\$ 41,149.66	\$ 41,149.66

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

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
STATEMENT OF CASH FLOWS
TWELVE MONTHS ENDED DECEMBER 31, 2010

	2010
Cash flows from operating activities:	
Change in Net Assets	\$ 82,355.68
Adjustments to reconcile change in net assets to net cash from operating activities:	
Increase (decrease) in Accounts Payable	-
(Increase) decrease in Accounts Receivable	-
Depreciation Expense	-
Net cash provided by operating activities	82,355.68
Cash flows from investing activities:	
None	-
Cash flows from financing activities:	
None	-
Net increase (decrease) in cash and cash equivalents	82,355.68
Cash and Cash equivalents, December 31, 2009	53,035.37
Cash and Cash Equivalents, December 31, 2010	\$ 135,391.05

Supplemental Information:

Since the organization is a tax exempt organization no income taxes were paid during the year.

The organization had no debts outstanding thus no interest was paid during the year.

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

FRIENDS OF LBJ NATIONAL HISTORICAL PARK
DECEMBER 31, 2010

NOTES TO FINANCIAL STATEMENTS

NOTE 1. REPORTING ENTITY

Founded in 2007, the Friends of LBJ National Historical Park is a private, nonprofit organization dedicated to promoting public support for the care, preservation, and educational opportunities of LBJ National Park. To help meet its mission, the Friends work in partnership with the National Park Service to provide educational and interpretive programs, plan and co-sponsor special events to raise funds used for worthy conservation and improvement projects that benefit the park, and foster partnerships between the park and regional businesses, organization and institutions.

The Organization is governed by a 10 member Board of Directors.

NOTE 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Friends of LBJ National Historical Park conform to generally accepted accounting principles. The following is a summary of the more significant policies:

Basis of Accounting - The financial statements of the Organization have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principals.

Basis of Presentation - Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements for Not-for-Profit Organizations*.

Net assets, support, revenue and expenses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the organization and changes therein are classified and reported as follows:

Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of support as net assets released from restrictions.

Contributions - Contributions received are recorded as unrestricted or temporarily restricted, depending on the existence of any donor-imposed stipulations.

Estimates - The preparation of these financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents - For purposes of the statement of cash flows, the organization considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Depreciation - Fixed assets are depreciated using the straight line method. The estimated useful lives are as follows:

Software	5 years
Furniture & Equipment	5 – 7 years
Buildings & Improvements	25 – 39 years

Property, Equipment and Improvements - Property, equipment and improvements are carried at cost. Depreciation is calculated on the straight-line method over the estimated useful lives of the assets. Minor additions and renewals are expensed in the year incurred while major additions and renewals are capitalized.

At present the Organization owns no depreciable assets.

Functional Allocation of Expenses - The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Tax Status - The organization is exempt from income taxes under Section 501 (c) (3) of the Internal Revenue Code.

NOTE 3. PLEDGE TO RECEIVE GRANT

The Brown Foundation, Inc. of Houston, Texas has pledged to donate \$100,000 to the organization to be used for the ranch hanger expansion plans. The award matches a financial commitment from the Friends Board and the National Park Service, as well as, donated engineering and architectural services.

The first half of the pledge was received during 2010 and the second half was received in the Spring of 2011.