LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2009

HARRIS, HARDY & JOHNSTONE, P.C.

CERTIFIED PUBLIC ACCOUNTANTS • RICHMOND, VIRGINIA

LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

FINANCIAL STATEMENTS

YEAR ENDED JUNE 30, 2009

HARRIS, HARDY & JOHNSTONE, P.C.
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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors
Lifelong Learning Institute in Chesterfield County, VA, Inc.
Richmond, Virginia

We have reviewed the accompanying statement of financial position of Lifelong Learning Institute in Chesterfield County, VA, Inc. as of June 30, 2009, and the related statements of activities 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. All information included in these financial statements is the representation of the management of Lifelong Learning Institute in Chesterfield County, VA, Inc.

A review consists principally of inquiries of Institute personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Harris, Hardy & Johnstone, P.C.

Richmond, Virginia
November 10, 2009

LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

STATEMENT OF FINANCIAL POSITION

JUNE 30, 2009

ASSETS

CURRENT ASSETS	
Cash and cash equivalents	$ 81,113
PROPERTY AND EQUIPMENT	
Furniture and equipment	14,147
Less: Accumulated depreciation	5,618
NET PROPERTY AND EQUIPMENT	8,529
TOTAL ASSETS	$ 89,642

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES	
Accounts payable	$ 9,107
Deferred membership fees	26,688
TOTAL CURRENT LIABILITIES	35,795
NET ASSETS	
Unrestricted	53,847
TOTAL LIABILITIES AND NET ASSETS	$ 89,642

See Independent Accountant's Review Report and Notes to Financial Statements

LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2009

SUPPORT	
In-kind contributions	$ 230,799
Contributions - County of Chesterfield, VA	33,000
Contributions - other	11,608
Membership fees, net of refunds	45,336
Other income	15,021
TOTAL SUPPORT	335,764
EXPENSES	
Program services	
Facilities	186,086
Contract labor	59,793
Faculty	39,963
Supplies	9,593
Exercise program	7,842
Travel	4,649
Depreciation	1,543
Postage	993
Printing	684
Marketing	163
Miscellaneous	59
Telephone and website	30
Total Program Services	311,398
SUPPORT SERVICES	
Professional services	1,995
TOTAL EXPENSES	313,393
INCREASE IN NET ASSETS	22,371
Net assets, beginning of year	31,476
NET ASSETS, END OF YEAR	$ 53,847

See Independent Accountant's Review Report and Notes to Financial Statements

LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

STATEMENT OF CASH FLOWS

YEAR ENDED JUNE 30, 2009

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	$ 22,371
Adjustments to reconcile increase in net assets to net cash provided by operating activities	
Depreciation	1,543
Decrease in accounts payable	(13,503)
Increase in deferred membership fees	9,563
NET CASH PROVIDED BY OPERATING ACTIVITIES	19,974
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of property & equipment	(5,568)
NET INCREASE IN CASH	14,406
Cash and cash equivalents, beginning of year	66,707
CASH AND CASH EQUIVALENTS, END OF YEAR	$ 81,113

See Independent Accountant's Review Report and Notes to Financial Statements

LIFELONG LEARNING INSTITUTE IN CHESTERFIELD COUNTY, VA, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009

NOTE 1 – ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization - Lifelong Learning Institute in Chesterfield County, VA, Inc. (the "Institute") was organized as a non-profit corporation under the laws of Virginia for the purpose of providing a curriculum of intellectually stimulating learning opportunities and special activities for persons fifty (50) years of age or older.

Basis of presentation - The accounts of the Institute are maintained, and the financial statements are prepared, on the accrual basis of accounting. Accordingly, revenues are recognized when earned, and expenses are recognized when incurred. In addition, the financial statements are in conformity with the provisions of Statement of Financial Accounting Standards No. 117, *Financial Statements of Not-for-Profit Organizations* ("SFAS No. 117"). This statement established standards for external financial reporting for Not-for-Profit Organizations. SFAS No. 117 primarily affects the display of the financial statements and requires that the amounts for each of three classes of net assets – unrestricted, temporarily restricted and permanently restricted – be displayed in an aggregate statement of financial position and the amounts of change in each of those classes of net assets be displayed in a statement of changes in net assets. The Institute has no temporarily or permanently restricted net assets at June 30, 2009.

Cash and cash equivalents - Cash equivalents consist of highly liquid investments with an initial maturity of three months or less.

Property and equipment- Property and equipment are recorded at cost and are depreciated using the straight-line method over the estimated useful lives (ranging from five to seven years).

Revenue recognition - Amounts received are recorded as increases in unrestricted, temporarily restricted, or permanently restricted net assets, depending on the existence and/or nature of any donor restrictions.

All donor-restricted contributions are reported as increases 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.

Membership fees cover classes for twelve months from date of receipt. Deferred membership fees represent unearned income as of year end.

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE 2 – INCOME TAXES

The Institute is exempt from taxation under Internal Revenue Code Section 501(c)(3) and would be taxed only to the extent it has taxable trade or business income unrelated to its exempt purpose.

NOTE 3 – CONTRIBUTED SERVICES AND MATERIALS

The Institute provides a variety of classes to its members. All instructors, who are experts in their field, contribute their time to teach the classes. During the year ended June 30, 2009, the value of the instructors' hours contributed is $39,963 and is recorded as unrestricted income and expenses.

Chesterfield County Public Schools provide the classroom space for the Institute to hold its classes. The value of contributed facilities is $186,086 and is recorded as unrestricted income and expenses.

Donated materials are included in unrestricted contributions at the fair market value when received.

NOTE 4 -- CONTRACT LABOR

Effective October 30, 2006, the Institute's Executive Director became a part of the Virginia Center on Aging, Virginia Commonwealth University's payroll and benefits program. The Virginia Center bills the Institute quarterly for the costs associated with its Executive Director's services.