

Financial Statements
Years Ended
January 31, 2012 and 2011

Greater Williamsburg Community Trust
dba Williamsburg Community Foundation



DIXON HUGHES GOODMAN LLP
Certified Public Accountants and Advisors

***Greater Williamsburg Community Trust
dba Williamsburg Community Foundation***

Contents

	Page
<i>Report of Independent Auditors</i>	1
<i>Financial Statements</i>	
<i>Statements of Financial Position</i>	2
<i>Statements of Activities</i>	3
<i>Statements of Functional Expenses</i>	4
<i>Statements of Cash Flows</i>	5
<i>Notes to Financial Statements</i>	6 - 14



DIXON HUGHES GOODMAN LLP
Certified Public Accountants and Advisors

Report of Independent Auditors

Board of Trustees

Greater Williamsburg Community Trust dba Williamsburg Community Foundation

We have audited the accompanying statements of financial position of ***Greater Williamsburg Community Trust dba Williamsburg Community Foundation*** (a nonprofit organization) as of January 31, 2012 and 2011, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of the ***Greater Williamsburg Community Trust dba Williamsburg Community Foundation***'s management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes 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 Organization's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide 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 ***Greater Williamsburg Community Trust dba Williamsburg Community Foundation*** as of January 31, 2012 and 2011, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Dixon Hughes Goodman LLP

Newport News, Virginia
September 21, 2012

Greater Williamsburg Community Trust
dba Williamsburg Community Foundation

Statements of Financial Position

January 31, 2012, with Comparative Totals for 2011	2012	2011
Assets		
Assets		
Cash and cash equivalents	\$ 1,036,140	\$ 793,963
Pledges receivable	26,000	36,500
Investments	3,103,225	3,133,411
Deposits	1,005	-
Property and equipment - net	624	-
	<u>\$ 4,166,994</u>	<u>\$ 3,963,874</u>
Liabilities and Net Assets		
Liabilities		
Accrued expenses	\$ 2,946	\$ 1,146
Grants payable	99,000	-
Total liabilities	<u>101,946</u>	<u>1,146</u>
Net assets		
Unrestricted	2,011,148	1,843,175
Temporarily restricted	27,734	31,524
Permanently restricted	2,026,166	2,088,029
Total net assets	<u>4,065,048</u>	<u>3,962,728</u>
	<u>\$ 4,166,994</u>	<u>\$ 3,963,874</u>

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

Greater Williamsburg Community Trust
dba Williamsburg Community Foundation

Statements of Activities

Year Ended January 2012, with Comparative Totals for 2011

	Unrestricted Funds	Temporarily Restricted Funds	Permanently Restricted Funds	Total 2012	Total 2011
Revenue, support and other changes					
Contributions	\$ 603,341	\$ 10,196	\$ -	\$ 613,537	\$ 309,385
Investment income	96,757	-	-	96,757	77,291
Other	58	-	-	58	500
Realized and unrealized gains (losses) on investments - net	(5,128)	-	(61,863)	(66,991)	408,864
Special events - net	1,230	-	-	1,230	20,005
Net assets released from restrictions	13,986	(13,986)	-	-	-
	710,244	(3,790)	(61,863)	644,591	816,045
Expenses					
Program services	417,490	-	-	417,490	200,909
Fundraising	16,965	-	-	16,965	15,663
Management and general	107,816	-	-	107,816	112,784
	542,271	-	-	542,271	329,356
Change in net assets	167,973	(3,790)	(61,863)	102,320	486,689
Net assets - beginning of year	1,843,175	31,524	2,088,029	3,962,728	3,476,039
Net assets - end of year	\$ 2,011,148	\$ 27,734	\$ 2,026,166	\$ 4,065,048	\$ 3,962,728

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

Greater Williamsburg Community Trust
dba Williamsburg Community Foundation

Statements of Functional Expenses

Year Ended January 2012, with Comparative Totals for 2011

	Program Services	Fundraising	Management and General	Total 2012	Total 2011
Allocations/awards	\$ 383,065	\$ -	\$ -	\$ 383,065	\$ 170,543
Accounting	-	-	19,525	19,525	16,700
Advertising	-	2,574	-	2,574	620
Conference, convention and meeting	-	-	2,388	2,388	4,869
Depreciation	-	-	45	45	460
Dues and subscriptions	-	-	1,175	1,175	800
Insurance	-	-	2,266	2,266	2,234
Investment fees	-	-	14,694	14,694	15,508
Miscellaneous	-	-	3,608	3,608	1,015
Occupancy	4,877	2,438	8,942	16,257	25,419
Organizational planning	-	-	-	-	1,000
Postage and shipping	-	-	1,928	1,928	1,984
Printing and publications	354	-	7,120	7,474	14,193
Program related expenses	3,864	-	-	3,864	1,923
Salaries and payroll taxes	23,070	11,535	42,295	76,900	66,156
Scholarships	1,422	-	-	1,422	-
Staff development	-	-	-	-	700
Supplies	-	-	1,825	1,825	1,563
Travel	-	-	470	470	410
Utilities	838	418	1,535	2,791	3,259
	\$ 417,490	\$ 16,965	\$ 107,816	\$ 542,271	\$ 329,356

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

Greater Williamsburg Community Trust
dba Williamsburg Community Foundation

Statements of Cash Flows

Year Ended January 2012, with Comparative Totals for 2011	2012	2011
Cash flows from operating activities		
Change in net assets	\$ 102,320	\$ 486,689
Adjustments to reconcile to net cash from operating activities:		
Depreciation	45	460
Net realized gains on investments	(569,715)	(87,290)
Net unrealized (gains) losses on investments	636,706	(321,574)
Change in:		
Pledges receivable	10,500	33,750
Deposits	(1,005)	-
Accrued expenses	1,800	-
Grants payable	99,000	(10,000)
Net cash from operating activities	279,651	102,035
Cash flows from investing activities		
Purchase of property and equipment	(669)	-
Sales and maturities of investments	5,602,157	1,860,773
Purchase of investments	(5,638,962)	(1,383,929)
Net cash from investing activities	(37,474)	476,844
Net change in cash and cash equivalents	242,177	578,879
Cash and cash equivalents - beginning of year	793,963	215,084
Cash and cash equivalents - end of year	\$ 1,036,140	\$ 793,963

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

***Greater Williamsburg Community Trust
dba Williamsburg Community Foundation***

Notes to Financial Statements

January 31, 2012 and 2011

1. Organization and Nature of Activities

Greater Williamsburg Community Trust dba Williamsburg Community Foundation (Foundation) is a public not-for-profit organization founded in 1999 in Williamsburg, Virginia. The Foundation is a community foundation which provides grants to nonprofit organizations, scholarships to students and promotes philanthropy in the greater Williamsburg community. Revenue is derived primarily through donor contributions and return on investments.

2. Summary of Significant Accounting Policies

Basis of Presentation

Under applicable accounting standards, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets as follows:

Unrestricted net assets - Unrestricted net assets result from unrestricted contributions, grants, special events, fees, and interest, less expenses incurred in program, fundraising, and administrative functions. Virtually all contributions, including those with donor-advised provisions, are subject to the variance power established by the Foundation's governing documents. The variance power gives the Foundation the ability to modify donor recommendations that are incapable of fulfillment or are no longer consistent with the charitable needs of the community. As a result of the variance power, all contributions not classified as temporarily restricted or permanently restricted are classified as unrestricted net assets for financial statement purposes.

Temporarily restricted net assets - Temporarily restricted net assets result from contributions and other inflows of assets whose use by the Foundation is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Foundation pursuant to those stipulations. At January 31, 2012 and 2011, the Foundation has temporarily restricted net assets of \$27,734 and \$31,524, respectively.

Permanently restricted net assets - Permanently restricted net assets represent contributions and other inflows of assets whose use by the Foundation is limited by donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled or otherwise removed by the Foundation. At January 31, 2012 and 2011, the Foundation has permanently restricted net assets of \$2,026,166 and \$2,088,029, respectively.

Cash Equivalents

The Foundation considers all short-term debt securities purchased with a maturity of three months or less to be cash equivalents.

Credit Risk

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of cash on deposit with financial institutions, pledges receivable, and investments. Accounts at financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to the legal limit. At January 31, 2012 and 2011, \$-0- and \$76,070, respectively, were in excess of the FDIC limit and subject to credit risk. The Foundation's investments do not represent significant concentrations of market risk in as much as the Foundation's investment portfolio is adequately diversified.

The Foundation's potential credit risk in regard to pledges receivable is limited due to the nature of the Foundation's pledges receivable as well as the Foundation's collection history.

Pledges Receivable

Pledges are recognized when the donor makes an unconditional promise to give. All donations are considered to be available for unrestricted use unless specifically restricted by the donor. At January 31, 2012 and 2011, management has determined that an allowance for doubtful pledges is not necessary. Uncollectible pledges receivable, if any, are written off in the period in which they are identified.

Investments

Investments in equity securities with readily determinable fair values and all investments in debt securities are measured at fair value in the statements of financial position. Investment income or loss (including gains and losses on investments, interest, and dividends) is included in the statements of activities as increases or decreases in unrestricted net assets unless the income or loss is restricted by donor or law. When restrictions are met in the same fiscal year restricted support is received, the gift is classified as unrestricted support.

Property and Equipment

Acquisitions of equipment are recorded at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets ranging from three to five years. The Foundation's policy is to capitalize all items with a useful life greater than one year.

Support Revenue

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets. The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets, or if they are designated as support for future periods. When a donor 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 statements of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same period are reported as unrestricted support.

Advertising Costs

Advertising costs are expensed as incurred.

Income Taxes

The Foundation is exempt from federal and state income taxes as a nonprofit organization under Section 501(c)(3) of the Internal Revenue Code, accordingly, the accompanying financial statements do not reflect a provision or liability for federal and state income taxes. The Foundation has determined that it does not have any material unrecognized tax benefits or obligations as of January 31, 2012. Fiscal years ending on or after January 31, 2009, remain subject to examination by federal and state tax authorities.

Donated Facilities and Services

Until May 2011, the Foundation leased its office facilities on a month-to-month basis and its landlord waived the base rent fees. Amounts included in contributions in the statements of activities for the value of donated facilities represent the fair market value of the space donated of \$5,601 and \$22,404 for 2012 and 2011, respectively. In May 2011, the Foundation moved its office facility to a new location and entered into an operating lease agreement. There are no donated facilities under the new lease.

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 disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Event

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through September 21, 2012, the date the financial statements were available to be issued.

3. Fair Value Measurements

Accounting standards establish a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under applicable accounting standards are described as follows:

Level 1	Inputs to the valuation methodology are unadjusted quoted market prices for identical assets in active markets that the Foundation has the ability to access.
Level 2	Inputs to the valuation methodology include: <ul style="list-style-type: none">• Quoted prices for similar assets or liabilities in active markets;• Quoted prices for identical or similar assets or liabilities in inactive markets;• Inputs other than quoted prices that are observable for the asset or liability;• Inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.
Level 3	Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at January 31, 2012 and 2011.

Equity Securities: Valued at the official closing price of, or the last reported sales price on, the exchange or market on which such securities are traded, as of the close of business on the day the securities are being valued, or lacking any sales, at the last available bid price. Prices for each security are taken from the principal exchange or market in which the security trades.

Fixed Income Securities: Valued by a computerized pricing service or, for less actively traded issues, by utilizing a yield-based matrix system to arrive at an estimated market value at year end.

Mutual Funds: Valued at the net asset value (NAV) of shares held by the Foundation at year end.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value:

Assets at Fair Value as of January 31, 2012				
	Level 1	Level 2	Level 3	Total
Equity securities	\$ 152,018	\$ -	\$ -	\$ 152,018
Fixed income:				
Corporate bonds	-	422,972	-	422,972
Government bonds	-	226,985	-	226,985
Government asset backed securities	-	75,016	-	75,016
Corporate asset backed securities	-	60,253	-	60,253
Foreign bonds	-	16,191	-	16,191
Mutual funds	2,149,790	-	-	2,149,790
	<u>\$ 2,301,808</u>	<u>\$ 801,417</u>	<u>\$ -</u>	<u>\$ 3,103,225</u>

Assets at Fair Value as of January 31, 2011				
	Level 1	Level 2	Level 3	Total
Equity securities	\$ 1,532,592	\$ -	\$ -	\$ 1,532,592
Mutual funds	1,600,819	-	-	1,600,819
	<u>\$ 3,133,411</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,133,411</u>

Unrealized gains (losses) were as follows:

	2012		
	Cost	Fair Value	Unrealized Gain(Loss)
Equity securities	\$ 148,478	\$ 152,018	\$ 3,541
Fixed income	787,133	801,417	14,284
Mutual funds	2,310,077	2,149,790	(160,287)
	<u>\$ 3,245,688</u>	<u>\$ 3,103,225</u>	<u>\$ (142,462)</u>

	2011		
	Cost	Fair Value	Unrealized Gain
Equity securities	\$ 1,303,701	\$ 1,600,819	\$ 297,118
Mutual funds	1,335,723	1,532,592	196,869
	<u>\$ 2,639,424</u>	<u>\$ 3,133,411</u>	<u>\$ 493,987</u>

During 2012, the investment portfolio was further diversified and funds were transferred from Level 1 equity securities to Level 2 fixed income securities. Historic performance and future expectations suggest that common stocks (equities) will provide higher total investment returns than fixed income securities over a long-term investment horizon. These higher returns for equities, however, are accompanied by higher volatility, particularly in the short run. A fixed income component is deemed appropriate as diversification among asset classes dampens volatility.

At January 31, 2012 and 2011, cash of \$94,689 and \$91,533, respectively, was held at Wells Fargo in money market accounts and is included in cash and cash equivalents on the statements of financial position.

4. Pledges Receivable

Pledges receivable are recorded at fair value at the time the pledge is made. Unrestricted pledges receivable were as follows:

	2012		2011
Receivable in less than one year	\$ 22,000	\$	19,500
Receivable in one to five years	4,000		17,000
	<u>\$ 26,000</u>	\$	<u>36,500</u>

5. Property and Equipment

Major classes of property and equipment consisted of the following:

	2012		2011
Office equipment	\$ 13,616	\$	12,947
Furniture	75		75
Software	4,842		4,842
	<u>18,533</u>		<u>17,864</u>
Accumulated depreciation	(17,909)		(17,864)
	<u>\$ 624</u>	\$	<u>-</u>

6. Grants Payable

In accordance with a donor's fund agreement, the Foundation awarded several multi-year grants in 2012. Future payments on these grants are due as follows:

2013	\$ 49,000
2014	35,000
2015	<u>15,000</u>
	<u>\$ 99,000</u>

7. Administrative Fees

The Foundation assesses an administrative fee of up to 1% of the average balance of endowed fund balances. The fee reduces investment income allocated to each named fund, and is transferred to provide support for the overall operations of the Foundation. The total fees assessed to endowed funds in 2012 and 2011 were \$36,829 and \$33,289, respectively.

8. Operating Lease

The Foundation entered into a lease agreement for use of office space in May 2011. The lease expires April 2015. Future minimum rental payments due under the lease are as follows:

2013	\$	12,301
2014		12,496
2015		12,745
2016		3,202
		<hr/>
	\$	40,744

9. Special Events Income

Fundraising income is presented net of expenses as follows:

	<u>2012</u>	<u>2011</u>
Smart Diner Cards		
Income		
Expenses	\$ -	\$ 11,833
	<hr/>	<hr/>
	-	11,833
Corks for a Cause		
Income	-	17,000
Expenses	-	(8,828)
	<hr/>	<hr/>
	-	8,172
5K Race		
Income	1,730	-
Expenses	(500)	-
	<hr/>	<hr/>
	1,230	-
	<hr/>	<hr/>
	\$ 1,230	\$ 20,005

10. Net Assets

Net assets classified as endowed consist of funds which are invested principally in long-term assets from which a specified distribution is made annually. Non-endowed assets are invested principally in short-term investments and are distributed throughout the year to support donor-advised and Foundation grants, operations, and specific purposes. All donor-advised funds have been established by donor contributions of amounts, the distribution of which the donors may advise, subject to the distribution policies of the Foundation and the approval of the Board of Trustees. Field of interest funds are established to support specific activities within the community specified by the donors of these funds, with distributions made by the Board to those activities (e.g., musical performing arts and local history). Scholarship funds are established to fund scholarships to students within the community. Scholarship funds have been established by donor contributions and are subject to the distribution policies of the Foundation and the approval of the Board of Trustees.

Net assets are comprised of the following:

	<u>2012</u>	<u>2011</u>
Unrestricted		
Endowed:		
Field of interest	\$ 77,422	\$ 80,013
Scholarship	27,227	27,526
Donor-advised	69,507	-
Unrestricted	993,406	991,195
Nonendowed:		
Field of interest	25,460	-
Donor-advised	510,457	446,821
Operations	47,392	37,097
Designated	136,963	34,963
Unrestricted	123,314	225,560
	<u>2,011,148</u>	<u>1,843,175</u>
Temporarily restricted		
Endowed:		
Scholarship	-	6,807
Designated	12,948	-
Nonendowed:		
Field of interest	7,592	11,665
Scholarship	7,194	-
Designated	-	13,052
	<u>27,734</u>	<u>31,524</u>
Permanently restricted		
Endowed:		
Donor-advised	2,026,166	2,088,029
	<u>\$ 4,065,048</u>	<u>\$ 3,962,728</u>

11. Donor-Designated Endowments (UPMIFA state)

Applicable accounting standards provide guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). These standards also improve disclosures about an organization's endowment funds (both donor restricted endowment funds and board designated endowment funds) whether or not the organization is subject to UPMIFA.

The State of Virginia adopted UPMIFA effective July 1, 2008. The Board of Trustees, on the advice of legal counsel, has determined that the majority of the Foundation's funds do not meet the definition of endowment under UPMIFA. The Foundation is governed subject to the Operating Policies for the Foundation and most contributions are subject to the terms of the Operating Policies. Certain contributions are received subject to other gift instruments, or are subject to specific agreements with the Foundation.

Under the terms of the Operating Policies, the Board of Trustees has the ability to distribute so much of the corpus of any trust or separate gift, devise, bequest, or fund as the Board of Trustees in its sole discretion shall determine. As a result of the ability to distribute corpus, all contributions not classified as temporarily restricted or permanently restricted are classified as unrestricted net assets for financial statement purposes.

Temporarily restricted net assets consist of the remaining portion of donor-restricted endowment funds that are not classified as permanently restricted net assets. When donor restrictions expire, that is, when a stipulated time restriction ends or a purpose restriction is fulfilled, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions. Permanently restricted net assets are donor restricted endowment funds.

Investment Return Objectives, Risk Parameters and Strategies. The Foundation has adopted investment and spending policies, approved by the Board of Trustees, for endowment assets that attempt to maintain or increase the real value of the endowment principal and its distributions over the long term while funding current needs at an appropriate level. Accordingly, the investment objective for the fund is to earn, over time, the highest possible total return (e.g., capital appreciation and current yield) consistent with the following considerations (1) the fund is a perpetual fund, and is subject to the Foundation's *Spending Policy*; (2) there is no current income requirement, outside of the *Spending Policy*, as the level of distributions will be based upon the total return anticipated for the fund, although it is anticipated that a material part of the annual distributions will be covered by cash income and appreciation earned on the endowment; (3) a moderate level of risk or variability is acceptable to achieve the return objectives, although this should be tempered by diversification of the fund within and across asset classes.

Spending Policy. The Finance and Investment Committee reviews the spending level annually. It recommends a level of spending to the Board of Trustees for the ensuing year, based upon historic and anticipated returns for the endowment and any other factors appropriate to the objective of maximizing spending, consistent with balancing current and future needs and maintaining relative stability of spending, year to year. The rate of spending is based upon an average for the current market value of the portfolio and the market value for all prior quarterly periods, beginning April 30, 2001, building to a maximum of twelve quarters. This average is adjusted for significant contributions or distributions during the period. Currently, the rate shall be three and one-half percent (3.5%) of the average adjusted market value. It is expected that over time the rate will be in the range of 3.5% to 5.0%.

Composition of and changes in endowment net assets were as follows:

Endowment net asset composition and type of fund is as follows at January 31, 2012:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Endowment Assets
Donor advised endowment funds	\$ 69,507	\$ -	\$ 2,026,166	\$ 2,095,673
Field of interest endowment funds	77,422	-	-	77,422
Scholarship endowment funds	27,227	-	-	27,227
Designated endowment funds	-	12,948	-	12,948
Board designated endowment funds	993,406	-	-	993,406
	<u>\$ 1,167,562</u>	<u>\$ 12,948</u>	<u>\$ 2,026,166</u>	<u>\$ 3,206,676</u>

Changes in endowment net assets were as follows for the year ended January 31, 2012:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Endowment Assets
Endowment net assets - beginning of year	\$ 1,098,734	\$ 6,807	\$ 2,088,029	\$ 3,193,570
Contributions	35,042	-	-	35,042
Appreciation (depreciation) of investments	79,967	(65)	(61,863)	18,039
Amounts appropriated for expenditure	(116,181)	(39)	-	(116,220)
Reclassifications	70,000	6,245	-	76,245
Endowment net assets - end of year	\$ 1,167,562	\$ 12,948	\$ 2,026,166	\$ 3,206,676

Endowment net asset composition and type of fund is as follows at January 31, 2011:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Endowment Assets
Donor advised endowment funds	\$ -	\$ -	\$ 2,088,029	\$ 2,088,029
Field of interest endowment funds	80,013	-	-	80,013
Scholarship endowment funds	27,526	6,807	-	34,333
Board designated endowment funds	991,195	-	-	991,195
	\$ 1,098,734	\$ 6,807	\$ 2,088,029	\$ 3,193,570

Changes in endowment net assets were as follows for the year ended January 31, 2011:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total Net Endowment Assets
Endowment net assets - beginning of year	\$ 872,346	\$ 4,807	\$ 1,847,123	\$ 2,724,276
Contributions	93,634	2,000	-	95,634
Appreciation of investments	217,435	-	240,906	458,341
Amounts appropriated for expenditure	(84,681)	-	-	(84,681)
Endowment net assets - end of year	\$ 1,098,734	\$ 6,807	\$ 2,088,029	\$ 3,193,570

* * * * *