

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
SAVANNAH, GEORGIA**

**Financial Statements  
for the Years ended  
December 31, 2009 and 2008**

\*

**AUDIT REPORT**

\*

**June 10, 2010**

**Independent Auditor's Report**

To The Board of Directors

Ronald McDonald House of the  
Coastal Empire, Inc.

Savannah, Georgia

We have audited the accompanying statement of financial position of Ronald McDonald House Charities of the Coastal Empire, Inc., as of December 31, 2009 and 2008, and the related statements of activities, functional expenses and cash flows for the years then ended. These financial statements are the responsibility of organizations 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 accounting principles used and 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 Ronald McDonald House Charities of the Coastal Empire, Inc., as of December 31, 2009 and 2008, 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.

*Canady, Richbourg & Woodward, LLP*

June 10, 2010

**RONALD McDONALD HOUSE CHARITIES OF THE COASTAL EMPIRE, INC.**  
**STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2009 AND 2008**

	December 31, 2009		December 31, 2008		
	Unrestricted	Temporarily Restricted	Temporarily Restricted	Permanently Restricted	Total
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash	\$ 124,161	\$ -	\$ 124,161	\$ -	\$ 124,161
Investments	378,413	505,180	1,164,821	505,180	1,009,422
Promises to give	-	-	7,500	-	7,500
Property and equipment					
Building	1,088,304	-	1,088,304	-	1,088,304
Furniture and fixtures	109,590	-	109,590	-	95,451
	1,197,894	-	1,197,894	-	1,183,755
Less: accumulated depreciation	(792,748)	-	(792,748)	-	(742,478)
Property and equipment-net	405,146	-	405,146	-	441,277
<b>Total Assets</b>	<u>907,720</u>	<u>281,228</u>	<u>1,694,128</u>	<u>505,180</u>	<u>\$ 1,550,282</u>
<b>LIABILITIES AND NET ASSETS</b>					
<b>Liabilities</b>					
	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Net Assets</b>	<u>907,720</u>	<u>281,228</u>	<u>1,694,128</u>	<u>195,552</u>	<u>1,550,282</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 907,720</u>	<u>\$ 281,228</u>	<u>\$ 1,694,128</u>	<u>\$ 195,552</u>	<u>\$ 1,550,282</u>

The accompanying notes are an integral part of these financial statements

**RONALD McDONALD HOUSE CHARITIES OF THE COASTAL EMPIRE, INC.**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

14,468

	December 31, 2009			December 31, 2008			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>REVENUES</b>							
Contributions	\$ 127,097	\$ 28,752	\$ -	\$ 122,147	\$ 47,511	\$ -	\$ 169,658
Donated goods and services	30,000	-	-	20,000	-	-	20,000
Fundraising	43,452	123,015	-	21,000	82,249	-	103,249
Special events	45,426	80,845	-	122,373	-	-	122,373
Net assets released from restrictions	146,936	(146,936)	-	60,813	(60,813)	-	-
Total public support	392,911	85,676	-	346,333	68,947	-	415,280
<b>EXPENSES</b>							
Program services	320,108	-	-	292,994	-	-	292,994
General and administrative	62,161	-	-	49,599	-	-	49,599
Fundraising	74,697	-	-	45,058	-	-	45,058
Costs of direct benefits to donors	43,688	-	-	44,021	-	-	44,021
Total expenses	500,654	-	-	431,672	-	-	431,672
<b>INCREASE(DECREASE)</b>							
<b>IN NET ASSETS BEFORE INVESTMENT EARNINGS</b>	(107,743)	85,676	-	(85,339)	68,947	-	(16,392)
<b>INVESTMENT EARNINGS</b>							
Investment income	26,209	-	-	37,499	-	-	37,499
Net realized gain(loss) on investment	(39,881)	-	-	(106,384)	-	-	(106,384)
Unrealized gain(loss) on investments	193,322	-	-	(286,407)	-	-	(286,407)
Investment fees	(13,737)	-	-	(10,555)	-	-	(10,555)
	165,913	-	-	(365,847)	-	-	(365,847)
<b>CHANGE IN NET ASSETS</b>	58,170	85,676	-	(451,186)	68,947	-	(382,239)
<b>NET ASSETS</b>							
Beginning of Year	849,550	195,552	505,180	1,300,736	126,605	505,180	1,932,521
End of Year	\$ 907,720	\$ 281,228	\$ 505,180	\$ 849,550	\$ 195,552	\$ 505,180	\$ 1,550,282

The accompanying notes are an integral part of these financial statements

**RONALD McDONALD HOUSE CHARITIES OF THE COASTAL EMPIRE, INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	2009	2008
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
(Decrease) Increase in net assets	\$ 143,846	\$ (382,239)
Adjustments to reconcile increase in net assets to net cash used by operating activities		
Depreciation	50,270	41,862
Net realized and change in unrealized gains on investments	(153,441)	392,791
(Increase) decrease in promises to give	7,500	(7,500)
(Decrease) increase in accounts payable	-	(7,005)
	(95,671)	420,148
Net cash provided by operating activities	48,175	37,909
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Purchases of investments	(781,665)	(1,244,123)
Proceeds from sale of investments	779,707	1,214,997
Purchases of equipment	(14,139)	(5,352)
	(16,097)	(34,478)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	32,078	3,431
<b>CASH AND CASH EQUIVALENTS</b>		
Beginning of Year	92,083	88,652
End of Year	\$ 124,161	\$ 92,083
<b>SUPPLEMENTAL CASH FLOW INFORMATION:</b>		
Interest paid	\$ -	\$ -
Income taxes paid	\$ -	\$ -

The accompanying notes are an integral part of these financial statements

**RONALD McDONALD HOUSE CHARITIES OF THE COASTAL EMPIRE, INC.**  
**STATEMENTS OF FUNCTIONAL EXPENSES**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	December 31, 2009				December 31, 2008				
	Program Services	General & Administration	Fund-raising	Direct Benefits to Donors	Program Services	General & Administration	Fund-raising	Direct Benefits to Donors	Total
Compensation	\$ 124,591	\$ 21,300	\$ 28,700	\$ -	\$ 105,560	\$ 19,043	\$ 12,080	\$ -	\$ 136,683
Other employee benefits	5,700	1,200	2,100	-	4,500	900	600	-	6,000
Payroll taxes	9,999	2,000	1,333	-	8,227	1,645	1,097	-	10,969
Accounting fees	-	9,526	-	-	-	10,993	-	-	10,993
Office supplies	2,876	360	360	-	8,480	1,060	1,060	-	10,600
Dues and subscriptions	-	1,961	-	-	-	2,220	-	-	2,220
Telephone	6,221	1,167	389	-	6,700	837	837	-	8,374
Postage	2,011	286	575	-	1,632	233	467	-	2,332
Equipment rental	3,028	605	404	-	2,028	270	406	-	2,704
Facility expenses	-	-	-	6,330	-	-	-	9,794	9,794
Newsletter	5,797	-	2,484	-	5,921	-	2,538	-	8,459
Conferences, meetings	2,804	6,542	-	-	965	2,251	-	-	3,216
Miscellaneous	3,105	621	414	-	5,719	766	1,143	-	7,628
Depreciation	50,270	-	-	-	41,862	-	-	-	41,862
Automobile	4,690	2,345	782	-	3,729	621	1,864	-	6,214
Bank charges	-	2,066	-	-	-	352	-	-	352
Cablevision	1,658	-	-	-	1,231	-	-	-	1,231
Canister expenses	-	-	12,115	-	-	-	12,093	-	12,093
Dumpster	2,302	256	-	-	1,851	206	-	-	2,057
Food	-	-	-	21,307	-	-	-	13,923	13,923
House maintenance	18,962	2,107	-	-	11,456	1,273	-	-	12,729
Insurance - health	12,505	3,573	1,786	-	8,426	2,407	1,204	-	12,037
Insurance - property	14,002	-	-	-	9,835	-	150	-	9,985
Insurance - workers' comp	2,060	1,030	344	-	728	364	121	-	1,213
Printing	-	-	3,667	-	-	-	1,754	-	1,754
Repairs and maintenance	3,579	-	-	-	3,720	-	-	-	3,720
Supplies/Gifts/Awards	-	-	6,600	13,051	-	-	-	20,304	20,304
Travel and accommodations	-	-	9,644	-	-	-	5,644	-	5,644
Entertainment	-	-	-	3,000	-	-	-	-	-
Utilities	19,948	2,216	-	-	19,424	2,158	-	-	21,582
In-kind donated items	24,000	3,000	3,000	-	16,000	2,000	2,000	-	20,000
Care Mobile	-	-	-	-	25,000	-	-	-	25,000
<b>Total Expenses</b>	<b>\$ 320,108</b>	<b>\$ 62,161</b>	<b>\$ 74,697</b>	<b>\$ 43,688</b>	<b>\$ 292,994</b>	<b>\$ 49,599</b>	<b>\$ 45,058</b>	<b>\$ 44,021</b>	<b>\$ 431,672</b>

The accompanying notes are an integral part of these financial statements

**RONALD McDONALD HOUSE CHARITIES OF THE COASTAL EMPIRE, INC.**  
**STATEMENTS OF PROGRAM SERVICES EXPENSES**  
**FOR THE YEARS ENDED DECEMBER 31, 2009 AND 2008**

	December 31, 2009				December 31, 2008				
	House	Family		Care	House	Family		Care	Total
		Room	Mobile	Total		Room	Mobile	Total	
Compensation	\$ 112,501	\$ 4,030	\$ 8,060	\$ 124,591	\$ 94,735	\$ 5,412	\$ 5,412	\$ 105,559	
Other employee benefits	5,310	195	195	5,700	3,870	315	315	4,500	
Payroll taxes	8,899	400	700	9,999	7,322	329	329	8,227	
Office supplies	2,588	144	144	2,876	7,632	424	424	8,480	
Telephone	4,977	622	622	6,221	5,360	670	670	6,700	
Postage	1,609	201	201	2,011	1,307	163	163	1,633	
Equipment rental	3,028	-	-	3,028	2,028	-	-	2,028	
Newsletter	4,637	580	580	5,797	4,737	592	592	5,921	
Conferences, meetings	2,244	280	280	2,804	772	96	96	964	
Miscellaneous	2,483	311	311	3,105	4,575	573	573	5,720	
Depreciation	50,270	-	-	50,270	41,862	-	-	41,862	
Automobile	3,752	-	938	4,690	2,983	-	746	3,729	
Cablevision	1,658	-	-	1,658	1,231	-	-	1,231	
Dumpster	2,302	-	-	2,302	1,851	-	-	1,851	
House maintenance	18,962	-	-	18,962	11,456	-	-	11,456	
Insurance - health	11,255	375	875	12,505	7,499	337	590	8,426	
Insurance - property	14,002	-	-	14,002	9,835	-	-	9,835	
Insurance - workers' comp	2,060	-	-	2,060	728	-	-	728	
Repairs and maintenance	3,579	-	-	3,579	3,720	-	-	3,720	
Utilities	19,948	-	-	19,948	19,424	-	-	19,424	
In-kind donated items	24,000	-	-	24,000	16,000	-	-	16,000	
Care Mobile	-	-	-	-	-	-	25,000	25,000	
<b>Total Expenses</b>	<b>\$ 300,064</b>	<b>\$ 7,138</b>	<b>\$ 12,906</b>	<b>\$ 320,108</b>	<b>\$ 248,927</b>	<b>\$ 8,911</b>	<b>\$ 35,156</b>	<b>\$ 292,994</b>	

The accompanying notes are an integral part of these financial statements

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 1 – NATURE AND PURPOSE OF THE ORGANIZATION**

The Ronald McDonald House Charities of the Coastal Empire, Inc. (RMHC) is a not-for-profit organization. The Internal Revenue Service has issued a ruling stating that RMHC qualifies as a public charity under Section 509(a)(1) of the Internal Revenue Code and, as such, is exempt from federal and state income taxes under Section 501(c)(3).

The mission of the RMHC is to create, find and support programs that directly improve the health and well being of children. RMHC fulfills its mission by providing programs that addresses targeted needs and by supporting these programs. RMHC is organized for the primary purpose of operating a “Ronald McDonald House” which houses, cares and supports families of children seeking medical care in a health care institution. RMHC provides temporary overnight lodging for families that have traveled a distance in excess of 50 miles in order that their child may receive medical care.

In addition to operating a “House”, RMHC has other programs, which serve families and children, and provides monetary grants to nonprofit organizations and agencies, which directly provide services and benefits to children.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables, and other liabilities.

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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 of Not-for-Profit Organizations*. Under SFAS No. 117, The Organization is required to report information regarding its financial position and activities according to the following classes of net assets:

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

Temporarily Restricted – 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.

Permanently Restricted – Net assets subject to donor imposed stipulations that are maintained permanently by the Organization. Generally, the donors of these assets permit the use of all or part of the income earned on related investments for unrestricted purposes.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are valued at their fair values in the statement of financial position. All investment income is credited directly to unrestricted net assets unless otherwise restricted by the donor. Realized gains and losses on the disposition of securities are computed on the specific identification method and are included in income. All capital appreciation/ depreciation earned on unrestricted, temporarily restricted, and permanently restricted investments is reported as a change in unrestricted assets unless otherwise restricted by the donor.

The Organization's investments do not have a significant concentration of credit risk within any industry or specific institution.

Property and Equipment

Property and equipment are stated at cost less accumulated depreciation. Donated property and equipment is recorded at fair value at date of receipt. It is the Organization's policy to capitalize expenditures in excess of \$1,000 for these items. Lesser amounts are expensed. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets; 10 years for furniture and equipment; and 31 years for the building and its improvements.

The land on which the House is situated is owned by Memorial Medical Health University. The Organization remits \$1 per year as rent. There is no time (date) limit on this agreement.

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Public Support and Revenue

RMHC solicits contributions from the general public, individuals, businesses and foundations. All contributions and revenue from fundraising events are considered available for the all programs of RMHC, unless specifically restricted by the donor. Public support is generally recorded as revenue at time of receipt. In accordance with Statement of Financial Accounting Standard No. 116, *Accounting for Contributions Received and Contributions Made*, contributions are recorded as unrestricted, temporarily restricted or permanently restricted support, depending on the existence and/or nature of any donor restrictions. The Organization reports monetary gifts as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets or are subject to time restrictions. A donor restriction expires when a stipulated time restriction ends or when a purpose restriction is accomplished. Upon expiration, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Restricted contributions received in the same year in which the restrictions are met are recorded as an increase to restricted support at the time of receipt and as net assets released from restrictions. Investment earnings on donor-restricted assets are recorded in temporarily or permanently restricted net assets based on the nature of the restrictions.

The Organization recognizes, when applicable, conditional promises to give when the conditions stipulated by the donor are substantially met. A conditional promise to give is considered unconditional if the possibility that the condition will not be met is remote.

The Organization records unconditional promises to give that are expected to be collected within one year at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are expected to be received. Accretion of the discounts is recognized as contribution revenue on a straight-line basis.

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.

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Donated Items

Donated items, in-kind contributions, are reflected as contributions at their estimated fair value at date of donation. The Organization reports gifts of property and other non-monetary contributions as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how and how long the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as temporarily restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

During 2009 and 2008 the Organization received \$30,000 and \$20,000 as in-kind contributions. The full amount of this is recorded as an expense on the accompanying statement of functional expenses.

Contributed Services

The Organization recognizes contributions of services received if such services (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills and would typically need to be purchased if not contributed.

During both 2009 and 2008, the Organization did not receive any contributed services requiring recognition as described above.

The Organization receives services from a large number of volunteers who give significant amounts of their time to the organization's programs, administration and fundraising events. No amounts have been reflected for these types of donated services, as they do not meet the criteria outlined above.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

Subsequent Events – Management has evaluated subsequent events through June 10, 2010, the date the financial statements were available to be issued. Management was not aware of any subsequent events through this date that would have a material effect on these financial statements.

**NOTE 3 – INVESTMENTS**

The investment accounts are professionally managed by outside investment organizations, subject to direction and oversight by a committee of the Board. Investments, unless stipulated by the donor, are typically held in money market accounts, equity securities or U.S. government securities. Investments in marketable equity and government securities are reported at fair value based on quoted market prices. Changes in fair value are recognized in the statement of financial activity.

Investments, as of December 31, 2009 and 2008, consisted of the following:

	December 31, 2009		December 31, 2008	
	Cost	Market Value	Cost	Market Value
Equity Securities	\$ 723,911	\$ 785,200	\$ 778,517	\$ 629,995
Government Securities	<u>372,928</u>	<u>379,620</u>	<u>356,242</u>	<u>379,427</u>
	<u>\$ 1,096,839</u>	<u>\$ 1,164,820</u>	<u>\$ 1,134,759</u>	<u>\$ 1,009,422</u>

Income from investments, which includes interest, dividends, realized and unrealized gains/losses are recorded as unrestricted income.

**NOTE 4 – CARE MOBILE**

In 2001, the Organization received a license to operate a Care Mobile. The purpose of the CM is to provide free medical and dental screenings for school aged children. The RMHC has partnered with Community Caring for Children, a not-for-profit organization located in Beaufort County, South Carolina, in assuming the financial responsibility of the operations.

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 4 – CARE MOBILE (continued)**

In January 2010, Community Caring for Children (CCC), a 501(c)(3) not for profit organization, ceased providing financial and operational support for the Care Mobile program in Beaufort County, South Carolina. RMHC has entered into a 2 year agreement with Beaufort-Jasper Hampton Comprehensive Health Services Inc. (Comp Health), a 501(c)(3) not for profit organization, to continue the operational support for the Care Mobile program. It will continue to operate in Beaufort County with plans to expand services to Jasper and Hampton counties. RMHC will provide the financial support, which is approximately \$280,000 per year.

**NOTE 5 – FAMILY ROOM**

In 2005, the Organization received a license to operate a Family Room. The organization provides financial assistance to a local hospital to support the Family Room. The Family Room serves all families of pediatric and special care nursery patients.

For the year 2009, RMHC received \$62,092 in contributions and in 2008 RMHC received \$51,459, in contributions, for which the donors imposed the restriction that the funds were to be used for the Family Room. For the year 2009 and 2008, RMHC provided \$6,813 and \$8,911 respectively, for support of the Family Room. Additionally, the donors of the Family Rooms contributions approved redirecting \$20,000 of the funds for furniture and equipment and \$30,000 for building repairs and maintenance. As of December 31, 2009, \$10,000 of the funds for furniture and equipment had been expended.

**NOTE 6 – NET ASSETS**

Net assets are classified within the statement of financial position based upon the absence or existence of donor-imposed restrictions. The resulting categories of net assets are: (a) unrestricted, (b) temporarily restricted and (c) permanently restricted.

Unrestricted net assets result from receipts of contributions not subject to restrictions, the receipt of dividends and interest from investments, less expenses applicable to program services, organization administration and costs of fundraising.

Temporarily restricted net assets result from contributions whose use is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the organization pursuant to these stipulations

**RONALD McDONALD HOUSE CHARITIES  
OF THE COASTAL EMPIRE, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2009 AND 2008**

**NOTE 6 – NET ASSETS (continued)**

Temporarily restricted net assets consisted of the following at December 31, 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Restriction -		
Care mobile program	\$ 68,574	\$ -
Furniture and equipment	10,000	-
Building repairs and improvements	30,000	-
Family room program	<u>172,654</u>	<u>167,376</u>
	\$ <u>281,228</u>	\$ <u>167,376</u>

Permanently restricted net assets result from contributions whose use is limited by donor-imposed stipulations that neither expire by the passage of time nor can be fulfilled or otherwise removed by the organization's actions.

At December 31, 2009 and 2008, the permanently restricted net assets of \$505,180 consist of a contribution for general endowment that is required by the gift instrument to be invested into perpetuity. The income from such investments is used for the cost of operating the "House." The cost of operating the House includes expenses such as salaries, supplies, utilities, etc. Administrative, fundraising and capital expenditures are not included.