

**FUTURE LEADERSHIP
FOUNDATION**

REVIEW REPORT

DECEMBER 31, 2009 AND 2008

FUTURE LEADERSHIP FOUNDATION

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INDEPENDENT ACCOUNTANTS' REPORT

Board of Directors of the
Future Leadership Foundation
Jefferson City, Missouri

We have reviewed the accompanying statement of assets, liabilities, and net assets-cash basis of Future Leadership Foundation (a non-profit organization) as of December 31, 2009 and 2008, and the related statement of support, revenue, and expenses-cash basis 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 financials statements is the representation of the management of Future Leadership Foundation.

A review consists principally of inquiries of Organization 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 the cash basis of accounting, described in Note 1.

Sincerely,

Seaver & Forck, CPAs
May 7, 2010

FUTURE LEADERSHIP FOUNDATION
STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS
CASH BASIS
DECEMBER 31, 2009 AND 2008

	<u>ASSETS</u>	
	<u>2009</u>	<u>2008</u>
Current Assets:		
Cash and Equivalents	\$ 34,435.25	\$ 9,890.86
Missouri Baptist Foundation-General	532.55	3,086.25
Missouri Baptist Foundation-Special Projects	578.84	837.03
	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 35,546.64</u>	<u>\$ 13,814.14</u>

LIABILITIES AND NET ASSETS

Net Assets:		
Unrestricted	\$ 34,284.26	\$ 13,706.76
Temporarily Restricted (Note 4)	1,262.38	107.38
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TOTAL LIABILITIES AND NET ASSETS	<u>\$ 35,546.64</u>	<u>\$ 13,814.14</u>

See accompanying notes and accountants' report.

FUTURE LEADERSHIP FOUNDATION
STATEMENT OF SUPPORT, REVENUE, AND EXPENSES
CASH BASIS
YEAR ENDED DECEMBER 31, 2009 AND 2008

	2009			2008
	Unrestricted	Temporarily Restricted	Total	Total
<u>Public Support and Revenues:</u>				
Contributions Income				
General Contributions	\$ 25,597.05	\$ -	\$ 25,597.05	\$ 18,499.18
Hope Project	-	-	-	300.00
Worship Events	-	-	-	4,000.00
Belarus	-	9,550.00	9,550.00	5,500.00
Ukraine	-	7,528.00	7,528.00	-
Other Restricted Gifts	-	38.20	38.20	500.00
Participant Trip Cost	-	10,238.68	10,238.68	12,529.00
Administrative Income	-	700.00	700.00	-
Hatfield Endowment	-	1,155.00	1,155.00	-
Fresh Wind CD Sales	-	250.00	250.00	1,169.50
Leadership Coaching Event	-	2,200.00	2,200.00	5,785.00
Interest Income	27.33	-	27.33	74.17
Satisfaction of Purpose Restrictions	30,504.88	(30,504.88)	-	-
	56,129.26	1,155.00	57,284.26	48,356.85
<u>Expenses:</u>				
Program Expenses:				
Hope Project	-	-	-	1,800.00
Belarus	7,855.00	-	7,855.00	5,100.00
Ukraine	1,717.54	-	1,717.54	-
Leadership Coaching Event	2,715.00	-	2,715.00	6,758.86
Participant Trip Cost	8,840.90	-	8,840.90	13,387.22
Fresh Winds CD Sales	514.22	-	514.22	1,492.44
Other Restricted Gifts	-	-	-	1,040.83
Worship Events	-	-	-	9,414.49
Office Expenses	123.61	-	123.61	1,743.99
Fundraising Expenses:				
Newsletter	194.48	-	194.48	-
Production and Licensing	-	-	-	520.00
Postage	2,077.01	-	2,077.01	566.22
Stationary	314.38	-	314.38	-
Advertising	208.52	-	208.52	1,221.78
Administrative Expenses:				
Accounting	4,870.94	-	4,870.94	2,025.00
Fees	275.00	-	275.00	-
Postage	336.72	-	336.72	127.09
Office Expenses	367.49	-	367.49	2,359.09
Service Charges	-	-	-	22.47
Board Expenses	3,465.97	-	3,465.97	2,996.48
Insurance	418.00	-	418.00	418.00
Staff Expenses	688.81	-	688.81	359.64
Strategic Incentives	190.91	-	190.91	-
Technology Support	192.86	-	192.86	108.94
Telephone Services	184.40	-	184.40	217.81
	35,551.76	-	35,551.76	51,680.35
Change in Net Assets	20,577.50	1,155.00	21,732.50	(3,323.50)
Net Assets, Beginning of Year	13,706.76	107.38	13,814.14	17,137.64
Net Assets, End of Year	\$ 34,284.26	\$ 1,262.38	\$ 35,546.64	\$ 13,814.14

See accompanying notes and accountants' report.

FUTURE LEADERSHIP FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008

NOTE 1. Summary Of Significant Accounting Policies:

Organization and Nature of Activities

The Future Leadership Foundation (the Foundation) is a mission-based, nonprofit Foundation that facilitates the development of Christian leaders in Eastern Europe and around the world.

The Foundation uses teams of short term volunteers to meet the expressed needs of Eastern European churches.

Method of Accounting

The financial statements of the Foundation have been prepared on the cash basis of accounting. Therefore, revenues and expenditures are recognized only when collected or paid, and receivables and accrued liabilities are not reflected in the financial statements.

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 three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Use of Estimates

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

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Contributions received with donor-imposed restrictions that are met in the same year in which the contributions are received are classified as unrestricted contributions.

All donor-restricted contributions are reported as an increase 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 support, revenue, and expenses as net assets released from restrictions.

FUTURE LEADERSHIP FOUNDATION
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008

NOTE 1. Summary Of Significant Accounting Policies (cont'd):

Income Taxes

The Foundation is exempt from federal and state income taxes under Internal Revenue Code Section 501(c)(3).

Cash and Cash Equivalents

Cash and cash equivalents include all monies in banks and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short maturities of those financial instruments.

NOTE 2. Restrictions on Net Assets:

Temporarily restricted net assets are available for the following purposes:

	<u>2008</u>	<u>2009</u>
Belarus Choir	7.38	7.38
Hope Project-Belarus	100.00	100.00
Hatfield Endowment	<u>0.00</u>	<u>1155.00</u>
Total	<u>\$ 107.38</u>	<u>\$ 1,262.38</u>

NOTE 3. Functional Allocation of Expenses:

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

NOTE 4. Fundraising Expenses:

The organization developed a DVD media presentation in 2007 to distribute to churches and other potential donors. This presentation can be reproduced and or updated at very little cost and will provide fundraising opportunities for several years.

NOTE 5. Credit Card Receivables:

The organization pays for mission trip participants' airfare and on-site expenses while overseas. These expenses are reimbursed back to the organization by the participants. At December 31, 2009 the reimbursement about is \$7,067.16.