

FRANKLIN PARK COALITION, INC.
Financial Statements
and
Independent Accountants' Report
March 31, 2010 with Comparative Totals for 2009



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FRANKLIN PARK COALITION, INC.

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Certified Public Accountants

To the Board of Directors of
Franklin Park Coalition, Inc.

Independent Accountants' Report

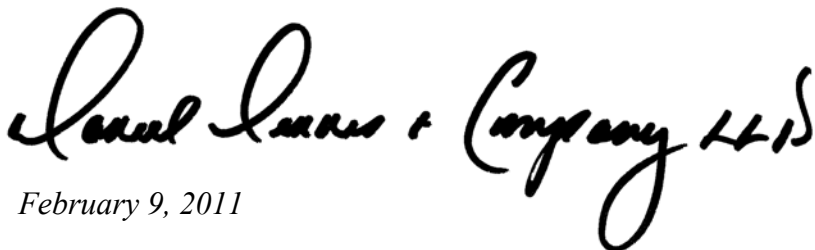
We have reviewed the accompanying statement of financial position of the Franklin Park Coalition, Inc. (the Coalition) as of March 31, 2010 and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the responsibility of the Coalition's management.

A review consists principally of inquiries of Coalition 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.

Personnel and multi-functional costs are allocated to programs and supporting services based on subjective estimates and not objective reports or timesheets that reflect an after-the-fact determination of employee activity. The effect of this departure from generally accepted accounting principles on the financial position and change in net assets has not been determined.

The 2009 financial statements were reviewed by other accountants, whose report thereon, dated February 11, 2010, stated that they were 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.



Daniel Dennis & Company LLP

February 9, 2011

FRANKLIN PARK COALITION, INC.
Statement of Financial Position
March 31, 2010 with Comparative Totals for 2009

	2010	2009
ASSETS		
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CURRENT ASSETS		
Cash and cash equivalents	\$ 513,539	\$ 466,277
Prepaid expenses	<u>11,483</u>	<u>10,526</u>
Total current assets	<u>525,022</u>	<u>476,803</u>
FIXED ASSETS		
Furniture and equipment	8,965	6,449
Accumulated depreciation	<u>(6,183)</u>	<u>(4,457)</u>
Net fixed assets	<u>2,782</u>	<u>1,992</u>
Total assets	<u>\$ 527,804</u>	<u>\$ 478,795</u>
LIABILITIES AND NET ASSETS		
<hr/>		
CURRENT LIABILITIES		
Accounts payable	\$ 10,987	\$ 1,263
Accrued expenses	<u>4,637</u>	<u>3,913</u>
Total current liabilities	<u>15,624</u>	<u>5,176</u>
NET ASSETS		
Unrestricted	323,384	297,146
Temporarily restricted	<u>188,796</u>	<u>176,473</u>
Total net assets	<u>512,180</u>	<u>473,619</u>
Total liabilities and net assets	<u>\$ 527,804</u>	<u>\$ 478,795</u>

See accompanying notes to financial statements.

FRANKLIN PARK COALITION, INC.
Statement of Activities
For the Year Ended March 31, 2010 with Comparative Totals for 2009

	2010	2009
CHANGES IN UNRESTRICTED NET ASSETS		
REVENUE AND SUPPORT		
Grants and contributions	\$ 140,369	\$ 134,072
Membership dues	22,528	16,577
Interest income	801	4,865
Other income	3,292	1,727
Net assets released from restrictions	<u>230,277</u>	<u>207,589</u>
Total unrestricted revenue and support	<u>397,267</u>	<u>364,830</u>
EXPENSES		
Program services		
Advocacy and Outreach	16,958	-
Elma Lewis Playhouse in the Park	65,876	88,400
Woodland Restoration Campaign	-	43,748
Stewardship	60,846	50,577
Youth Conservation Crew	80,414	55,863
Boston Park Advocates Coalition	<u>57,429</u>	<u>100</u>
Total program services	<u>281,523</u>	<u>238,688</u>
Supporting services		
Management and general	69,317	67,093
Fundraising	<u>20,189</u>	<u>28,083</u>
Total supporting services	<u>89,506</u>	<u>95,176</u>
Total expenses	<u>371,029</u>	<u>333,864</u>
Change in unrestricted net assets	<u>26,238</u>	<u>30,966</u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS		
Grants and contributions	242,600	263,130
Net assets released from restrictions	<u>(230,277)</u>	<u>(207,589)</u>
Change in temporarily restricted net assets	<u>12,323</u>	<u>55,541</u>
Change in net assets	38,561	86,507
Net assets, beginning of year	<u>473,619</u>	<u>387,112</u>
Net assets, end of year	<u>\$ 512,180</u>	<u>\$ 473,619</u>

See accompanying notes to financial statements.

FRANKLIN PARK COALITION, INC.
Statement of Functional Expenses
For the Year Ended March 31, 2010 with Summarized Comparative Totals for 2009

DESCRIPTION	PROGRAMS	MANAGEMENT AND GENERAL	FUND- RAISING	2010 TOTAL	2009 TOTAL
Salary and wages	\$ 110,814	\$ 17,260	\$ 11,580	\$ 139,654	\$ 146,904
Payroll taxes	8,463	1,296	777	10,536	11,134
Fringe benefits	1,627	-	-	1,627	4,503
Consultants and contracted services	95,936	36,786	401	133,123	86,294
Rent	13,360	5,560	1,080	20,000	14,650
Program expense	1,350	-	-	1,350	1,100
Conferences, memberships and fees	1,317	198	93	1,608	1,535
Event production	16,534	200	-	16,734	24,779
Food and beverage	5,206	388	-	5,594	4,385
Insurance	3,151	525	364	4,040	3,926
Printing	3,948	588	3,779	8,315	10,177
Postage	1,107	856	1,931	3,894	2,591
Supplies	10,530	1,630	-	12,160	7,467
Advertising	3,381	-	-	3,381	3,521
Telephone and communications	1,687	3,586	29	5,302	6,299
Transportation	1,765	-	-	1,765	1,591
Depreciation	1,347	224	155	1,726	1,543
Miscellaneous	-	220	-	220	1,465
Total	<u>\$ 281,523</u>	<u>\$ 69,317</u>	<u>\$ 20,189</u>	<u>\$ 371,029</u>	<u>\$ 333,864</u>

See accompanying notes to financial statements.

FRANKLIN PARK COALITION, INC.
Statement of Cash Flows
For the Year Ended March 31, 2010 with Comparative Totals for 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 38,561	\$ 86,507
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	1,726	1,543
(Increase)/decrease in operating assets:		
Prepaid expenses	(957)	(9,000)
Increase/(decrease) in operating liabilities:		
Accounts payable	9,724	(7,572)
Accrued expenses	<u>724</u>	<u>255</u>
Net cash provided by operating activities	<u>49,778</u>	<u>71,733</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of computer equipment	<u>(2,516)</u>	<u>(1,164)</u>
Net cash used in investing activities	<u>(2,516)</u>	<u>(1,164)</u>
Net increase in cash and cash equivalents	47,262	70,569
Cash and cash equivalents at beginning of year	<u>466,277</u>	<u>395,708</u>
Cash and cash equivalents at end of year	<u>\$ 513,539</u>	<u>\$ 466,277</u>

See accompanying notes to financial statements.

FRANKLIN PARK COALITION, INC.

Notes to Financial Statements

March 31, 2010 with Comparative Totals for 2009

1. ORGANIZATION

Franklin Park Coalition (the Coalition) is a Massachusetts nonprofit corporation, incorporated in 1978, to support and enhance the Franklin Park (or the Park) through outreach and education by enlisting neighbors and users of the Park to participate in park activities and upkeep. The Coalition is also committed to use the Park as a resource to promote and encourage a better quality of life for the community and foster goodwill for the Park and its surrounding neighborhoods.

Franklin Park, created by Frederick Law Olmsted in the 1880s as the "jewel" of Boston's Emerald Necklace, is home to a 200 acre forest. It boasts an 18-hole public golf course, tennis courts, baseball fields, a premier cross country course, old stone ruins, and New England's largest Zoo.

The Coalition offers the following programs:

- *Advocacy and Outreach* – This program provides park tours, seasonal festivals, outreach to community groups, and bicycle and other fitness activities.
- *Boston Park Advocates Coalition* – A program whose aim is to build a coalition of park groups citywide for advocacy, expertise-sharing, and networking.
- *Elma Lewis Playhouse in the Park* – A summer performing arts series offering free concerts to the broader Franklin Park community.
- *Youth Conservation Crew* – Teens are hired to work during the summer and school year to do park landscape work and community activities.
- *Woodland Restoration Campaign* – Involves volunteers and youth in woodland restoration work, educates the public about the benefits of a healthy urban forest, engages the Boston Park department for the woodland, and raises money for the work that cannot be done by volunteers.
- *Stewardship* – Incorporates the different ways the Coalition works to engage the broader community in Franklin Park. Includes seasonal volunteer days, nature walks, park tours, art activities and advocacy with the City of Boston to bring needed public safety, maintenance, and program resources to the Park.

The Coalition's services are funded primarily by membership dues, foundation grants and contributions from the general public.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF ACCOUNTING

The Coalition prepares its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

FRANKLIN PARK COALITION, INC.
Notes to Financial Statements (Continued)
March 31, 2010 with Comparative Totals for 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

NET ASSETS CLASSIFICATION

Net assets of the Coalition are classified into three categories. The classifications are related to the existence or absence of donor-imposed restrictions as follows:

- *Unrestricted Net Assets* - net assets that are available for support of operations and not subject to donor-imposed stipulations.
- *Temporarily Restricted Net Assets* - assets whose use is limited by either donor-imposed time restrictions or purpose restrictions.
- *Permanently Restricted Net Assets* – assets that must be maintained by the Coalition in perpetuity. At March 31, 2010 and 2009, the Coalition had no permanently restricted net assets.

GRANTS AND CONTRIBUTIONS

Nonreciprocal grants and contributions are recognized when the donor makes a promise to give to the Coalition that is, in substance, unconditional. Grants and contributions that are restricted by the donor are reported as increases in temporarily or permanently support and increase the respective class of net assets depending on the nature of the restriction. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

The Coalition uses the allowance method to determine uncollectible unconditional grants and contributions receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. At March 31, 2010 and 2009, there no outstanding grants or contributions.

IN-KIND DONATIONS

The Coalition receives in-kind donations in support of its operations. Donated materials, facilities and services are recorded at fair value. Donated services that (a) create or enhance a nonfinancial asset or (b) require specialized skills, are provided by entities or persons possessing those skills, and would need to be purchased if they were not donated are recorded as contributions in the financial statements. Donated services such as fundraising, clerical assistance or other volunteer efforts not requiring specialized skills are not recorded in the financial statements.

RECLASSIFICATIONS

Certain 2009 amounts have been reclassified to conform to the 2010 financial statement presentation. Net assets and changes in net assets are unchanged due to these reclassifications.

FRANKLIN PARK COALITION, INC.
Notes to Financial Statements (Continued)
March 31, 2010 with Comparative Totals for 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FIXED ASSETS

Donations of fixed assets are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire fixed assets are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Coalition reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Coalition reclassifies temporarily restricted net assets to unrestricted net assets at that time. Purchased fixed assets are carried at cost. Purchases of more than \$500 are capitalized. Fixed assets are depreciated using the straight-line method. Depreciation expense for the years ended March 31, 2010 and 2009 was \$1,726 and \$1,543, respectively.

CASH EQUIVALENTS

The Coalition considers all highly liquid investments with maturities of three months or less when purchased to be cash equivalents. Highly liquid investments purchased with original maturities of more than three months are reported as investments.

INCOME TAXES

The Coalition is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and is exempt from state income taxes under Chapter 180 of the Massachusetts General Laws. Unrelated business income, of which there was none for the years ended March 31, 2010 and 2009, would be subject to federal and state income taxes. Consequently, the accompanying financial statements do not reflect any provisions for income taxes.

The Coalition evaluates tax positions taken or expected to be taken in its tax returns to determine whether the tax positions are “more-likely-than-not” of being sustained by the applicable tax authority. Tax positions not deemed to meet the “more-likely-than-not” threshold, along with accrued interest and penalties thereon, would be recorded as an expense in the financial statements. The Coalition has evaluated the tax positions taken in its previously filed returns and those expected to be taken in its 2010 returns and believe they are more-likely-than-not of being sustained if examined by federal or state tax authorities. The Coalition’s 2003 through 2009 tax years remain subject to examination by federal and state tax authorities.

FRANKLIN PARK COALITION, INC.
Notes to Financial Statements (Continued)
March 31, 2010 with Comparative Totals for 2009

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

FUNCTIONAL ALLOCATION OF EXPENSES

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

USE OF 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 expenditures during the reporting period. Actual results could differ from those estimates.

SUMMARIZED COMPARATIVE INFORMATION

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with The Coalition's financial statements for the year ended March 31, 2009, from which the summarized information was derived.

3. LEASE COMMITMENT

The Coalition leases office space under a noncancelable operating lease which expires December 15, 2015. The lease requires annual rents of \$12,000 per annum through December 15, 2010 and \$12,600 per annum increasing by 5% per annum on each anniversary date through December 15, 2015. Rent expense was \$12,000 and \$6,650, respectively, for years ended March 31, 2010 and 2009.

The minimum lease payments over the remaining term of the lease are as follows:

<i>Fiscal Year</i>	<i>Amount</i>
2011	\$ 12,150
2012	12,759
2013	13,401
2014	14,070
2015	14,775
2016	<u>11,493</u>
Total	<u>\$ 78,648</u>

FRANKLIN PARK COALITION, INC.
Notes to Financial Statements (Continued)
March 31, 2010 with Comparative Totals for 2009

4. CONDITIONAL PROMISES TO GIVE

PROGRAM SUPPORT

During 2009, the Coalition received two three-year promises to give cash in the amounts of \$300,000 and \$120,000 from the Barr Foundation to support Franklin Park Stewardship and Advocacy and Elma Lewis Playhouse in the Park and Year-round Arts in the Park, respectively. The first payments totaling \$140,000 were unconditional and were recorded as support in the 2009 financial statements when the promise was made. The second and third payments totaling \$140,000 each were to be paid in 2010 and 2011, respectively, contingent upon satisfactory annual reviews of the Coalition's progress and achievements. During 2010, the Coalition received a satisfactory review and received the second payments totaling \$140,000. The payments have been recorded as support in the financial statements. The final payments totaling \$140,000 will be recorded as support when the conditions are met.

MEMBERSHIP CHALLENGE GRANT

During 2010, the Coalition received a \$5,000 challenge grant to increase its membership. The amount to be received will be based on the amounts raised and the memberships paid. The payment will be recorded as support in the financial statements when received.

5. INKIND DONATIONS

The Coalition receives in-kind donations in the form of free advertising, program staffing and the free use of facilities in support of its administrative and programmatic functions. No valuation was provided by the donors; therefore, the donations are not recorded in the financial statements. Management estimated the value of the in-kind donations to be approximately \$41,000 for both 2010 and 2009.

6. COMPENSATED ABSENCES

The Coalition's employees are entitled to paid vacation, paid sick days, and personal days off, depending on job classification, length of service, and other factors. It is impracticable to estimate the amount of compensation for future absences, and accordingly, no liability has been recorded in the accompanying financial statements. The Coalition's policy is to recognize the costs of compensated absences when actually paid to employees.

7. CONCENTRATIONS OF CREDIT RISK

During 2010 and 2009 the Coalition received 57% and 32%, respectively, of its total revenue and support from two donors.

FRANKLIN PARK COALITION, INC.
Notes to Financial Statements (Continued)
March 31, 2010 with Comparative Totals for 2009

8. TEMPORARILY RESTRICTED NET ASSETS

At March 31, 2010 and 2009, temporarily restricted net assets were restricted for the following:

<i>Use Restriction</i>	<i>2010</i>	<i>2009</i>
Advocacy and Outreach	\$ 33,312	\$ -
Boston Park Advocates Coalition	72,472	69,990
Elma Lewis Playhouse in the Park	33,199	37,075
Stewardship	35,898	41,168
Youth Conservation Crew	<u>13,915</u>	<u>28,330</u>
Total	<u>\$ 188,796</u>	<u>\$ 176,563</u>

9. CONTINGENCY

The Coalition does not contribute to the Commonwealth of Massachusetts' unemployment insurance fund and, as a result, is liable for any unemployment claims filed by laid off employees. During 2010 and 2009 no unemployment claims were filed.

The Coalition is not presently aware of any claims, and based on historical experience, does not anticipate that potential future claims would have a material impact on its financial position.

10. SUBSEQUENT EVENTS

The Coalition has evaluated subsequent events through February 9, 2011, which is the date the financial statements were available to be issued.