

August 5, 2009

To the Board of Trustees of
The Robert Russa Moton Museum, Inc.
Farmville, VA

Per your request, we are remitting a copy of our compilation report dated August 3, 2009. This report is a comparative financial statement for the twelve months ended December 31, 2008 and 2007. Please call us if you need any further information.

Financial Accounting Services, Ltd.

THE ROBERT RUSSA MOTON MUSEUM, INC.
FINANCIAL STATEMENTS FOR
FOR THE TWELVE MONTHS ENDED
DECEMBER 31, 2008 and 2007

August 5, 2009

To the Board of Trustees of
The Robert Russa Moton Museum, Inc.
Farmville, VA

We have compiled the accompanying statement of assets, liabilities and net assets – modified cash basis of The Robert Russa Moton Museum, Inc. (a not-for-profit organization), as of December 31, 2008 and 2007, and the related statement of revenues and expenses – modified cash basis for the years then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Financial Accounting Services, Ltd.

Robert Russa Moton Museum
Statement of Assets, Liabilities and Net Assets
Modified Cash Basis
As of December 31,

	<u>2008</u>	<u>2007</u>
ASSETS		
Current Assets		
Cash	\$ 211,995	\$ 65,575
Total Current Assets	211,995	65,575
Fixed Assets		
Buildings	306,000	306,000
Furniture & Fixtures & Machinery & Equipment	9,387	2,253
Accumulated Depreciation	<u>(3,054)</u>	<u>(1,728)</u>
Total Fixed Assets	312,333	306,525
Other Assets		
Construction in progress	<u>360,158</u>	<u>360,158</u>
Total Other Assets	360,158	360,158
TOTAL ASSETS	\$ 884,486	\$ 732,258
LIABILITIES AND NET ASSETS		
Liabilities		
Current Liabilities		
Payroll Tax Payable	\$ 1,466	\$ 0
Total Current Liabilities	<u>1,466</u>	<u>0</u>
Total Liabilities	<u>1,466</u>	<u>0</u>
Net Assets		
Unrestricted Fund Balance	883,020	732,258
Total Net Assets	<u>883,020</u>	<u>732,258</u>
Total Liabilities and Net Assets	\$ 884,486	\$ 732,258

Robert Russa Moton Museum
Statement of Revenues and Expenses
Modified Cash Basis
For the Years Ended December 31,

	2008	2007
Revenues		
Gift Store Sales	\$ 68	\$ 0
Contributions	373,991	17,235
Program Service Revenue	0	1,294
Memberships Dues	0	810
Rental Income	4,205	8,300
Total Operating Revenue	378,264	27,639
Expenses		
Advertising	30	205
Conferences, Conventions & Meetings	6,951	0
Consultants	71,522	2,947
Depreciation	1,326	350
Equipment Purchase	54	0
Gift Store Expenses	10,148	0
Honoraria	1,000	0
Insurance	2,005	2,401
Legal & Professional Fees	227	0
Licenses	0	810
Memberships, Dues and Subscriptions	1,080	0
Miscellaneous	145	200
Office Expenses	0	598
Repairs and Maintenance	6,655	940
Utilities	13,332	9,571
Online Services	5,585	0
Postage & Shipping	1,713	280
Printing & Publications	6,254	0
Software	2,374	0
Professional Fees	6,181	4,345
Program Services Expense	40	0
Salaries & Wages	65,588	0
Special Events Expense	2,986	290
Supplies	10,022	535
Telephone & DSL	2,984	1,129
Travel	10,884	0
Total Expenses	229,083	24,601
Excess of Revenues over Expenses	\$ 149,181	\$ 3,038

THE ROBERT RUSSA MOTON MUSEUM, INC.

NOTES TO FINANCIAL STATEMENTS

December 31, 2008 and 2007

1. Summary of Significant Accounting Policies:

a. Basis of Accounting

The Organization's policy is to prepare its financial statements on the modified cash basis of accounting, consequently, contributions and other revenues are recognized when received rather than when promised or earned, and certain expenses and purchases of assets are recognized when cash is disbursed rather than when the obligation is incurred.

b. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

c. Concentration of Credit Risk

The Organization's exposure to concentrations of credit risk exists in the Organization's cash. All of the Organization's cash is on deposit with major financial institutions. The accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000.00.

2. Nature of Business:

The Organization's primary purpose is to provide awareness of and promotion of civil rights in education.

3. Property and Depreciation:

Property is recorded at cost. Depreciation is based on estimated useful lives and is computed using straight-line and accelerated methods. Depreciation expense was \$1,326.00 in 2008 and \$ 350.00 in 2007. The classes of property at December 31, 2008 are as follows:

Assets	Cost	Accumulated Depreciation	Useful Life Years
Land	\$ 0	\$ 0	
Building	306,000	0	39
Construction in Progress	360,158	0	39
Equipment	<u>9,387</u>	<u>3,054</u>	5-7
	<u>\$ 675,545</u>	<u>\$ 3,054</u>	

Maintenance and repairs are charged to expense, whereas major renewals and betterments are capitalized.