# Intrepid Museum Foundation
# and Subsidiary

Consolidated Financial Statements

April 30, 2010

O'Connor Davies Munns & Dobbins, llp
ACCOUNTANTS AND CONSULTANTS

# Independent Auditors' Report

**Audit Committee of**
**Intrepid Museum Foundation**

We have audited the accompanying consolidated statement of financial position of Intrepid Museum Foundation and subsidiary (the "Foundation") as of April 30, 2010 and the related consolidated statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Foundation's management. Our responsibility is to express an opinion on these financial statements based on our audit. The prior year summarized comparative information has been derived from the Foundation's April 30, 2009 consolidated financial statements, which in our report dated September 9, 2009, expressed an unqualified opinion on those consolidated financial statements.

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 consolidated 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 expression of an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the consolidated financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of Intrepid Museum Foundation and subsidiary as of April 30, 2010, and the changes in their net assets and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The supplementary information included on page 24 is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.

O'Connor Davies Munns & Dobbins, LLP

New York, New York
September 15, 2010

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**Intrepid Museum Foundation and Subsidiary**

Consolidated Statement of Financial Position

April 30, 2010
(with comparative amounts for 2009)

| | 2010 | 2009 |
|---|---|---|
| **ASSETS** | | |
| Cash and cash equivalents | $ 4,012,455 | $ 4,278,858 |
| Investments | 16,030,984 | 12,858,227 |
| Pledges receivable, net | 5,537,897 | 6,298,556 |
| Grants receivable | 1,122,453 | 286,326 |
| Other receivables | 642,037 | 783,585 |
| Prepaid expenses and other assets | 129,433 | 98,510 |
| Fixed assets, net | 58,988,087 | 59,384,459 |
| Deferred bond issuance costs, net | 150,922 | 156,581 |
| | $ 86,614,268 | $ 84,145,102 |
| **LIABILITIES AND NET ASSETS** | | |
| Liabilities | | |
| Accounts payable and accrued liabilities | $ 2,644,710 | $ 3,497,783 |
| Notes payable - line of credit | 4,862,332 | 7,647,872 |
| Capitalized lease obligation | 606,336 | 848,873 |
| Deferred revenue | 1,277,459 | 1,639,287 |
| Due to affiliate | 164,965 | 164,965 |
| Bonds payable | 7,080,000 | 7,080,000 |
| Fair value of interest rate swap agreement | 984,847 | 1,322,214 |
| Total Liabilities | 17,620,649 | 22,200,994 |
| Net Assets | | |
| Unrestricted | 47,905,592 | 41,083,236 |
| Temporarily restricted | 204,528 | 253,297 |
| Permanently restricted | 20,883,499 | 20,607,575 |
| Total Net Assets | 68,993,619 | 61,944,108 |
| | $ 86,614,268 | $ 84,145,102 |

See notes to consolidated financial statements

**Intrepid Museum Foundation and Subsidiary**

Consolidated Statement of Activities

Year Ended April 30, 2010
(with summarized totals for the year ended 2009)

| | Unrestricted | Temporarily Restricted | Permanently Restricted | 2010 Total | 2009 Total |
|---|---|---|---|---|---|
| **OPERATING SUPPORT AND REVENUE** | | | | | |
| Admissions and membership | $ 13,689,295 | $ - | $ - | $ 13,689,295 | $ 5,130,897 |
| Contributions (inclusive of contributions in-kind of $850,384 and $1,303,063) | 1,728,831 | 157,700 | - | 1,886,531 | 2,046,098 |
| Special event revenue, (net of costs of direct benefits to donors of $61,300 and $108,900) | 960,001 | - | - | 960,001 | 3,100,010 |
| Grant income | 6,166,173 | - | - | 6,166,173 | 3,900,190 |
| Rental income, net | 1,274,531 | - | - | 1,274,531 | 399,528 |
| Auxiliary activities | 1,796,766 | - | - | 1,796,766 | 563,016 |
| Investment return designated for operations | - | - | - | - | 750,000 |
| Net assets released from restrictions | 206,469 | (206,469) | - | - | - |
| Total Operating Support and Revenue | 25,822,066 | (48,769) | - | 25,773,297 | 15,889,739 |
| **OPERATING EXPENSES** | | | | | |
| Program expenses | | | | | |
| Education | 3,498,765 | - | - | 3,498,765 | 2,696,708 |
| Exhibits and visitor services | 18,403,724 | - | - | 18,403,724 | 12,441,964 |
| Intrepid Fallen Heroes Fund | 794,116 | - | - | 794,116 | 920,831 |
| Fleet Week | 1,475,226 | - | - | 1,475,226 | 2,056,256 |
| Total Program Expenses | 24,171,831 | - | - | 24,171,831 | 18,115,759 |
| Supporting expenses | | | | | |
| General and administrative | 2,470,023 | - | - | 2,470,023 | 2,179,972 |
| Fundraising | 958,848 | - | - | 958,848 | 1,110,879 |
| Total Supporting Services | 3,428,871 | - | - | 3,428,871 | 3,290,851 |
| Total Operating Expenses | 27,600,702 | - | - | 27,600,702 | 21,406,610 |
| Deficiency of Operating Support and Revenue Over Operating Expenses | (1,778,636) | (48,769) | - | (1,827,405) | (5,516,871) |
| **NONOPERATING REVENUE AND OTHER SUPPORT** | | | | | |
| Contributions and capital grants | 5,699,124 | - | 275,924 | 5,975,048 | 6,183,127 |
| Unrealized gain (loss) on swap agreement | 337,367 | - | - | 337,367 | (840,094) |
| Loss on abandonment of fixed assets | (8,241) | - | - | (8,241) | (52,209) |
| Investment return reduced by portion supporting current operations | 2,572,742 | - | - | 2,572,742 | (2,988,714) |
| Total Non Operating Revenue and Other Support | 8,600,992 | - | 275,924 | 8,876,916 | 2,302,110 |
| Change in Net Assets | 6,822,356 | (48,769) | 275,924 | 7,049,511 | (3,214,761) |
| **NET ASSETS** | | | | | |
| Beginning of year | 41,083,236 | 253,297 | 20,607,575 | 61,944,108 | 65,158,869 |
| End of year | $ 47,905,592 | $ 204,528 | $ 20,883,499 | $ 68,993,619 | $ 61,944,108 |

See notes to consolidated financial statements

**Intrepid Museum Foundation and Subsidiary**

Consolidated Statement of Cash Flows

Year Ended April 30, 2010
(with comparative amounts for year ended April 30, 2009)

| | 2010 | 2009 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Change in net assets | $ 7,049,511 | $ (3,214,761) |
| Adjustments to reconcile change in net assets to net cash from operating activities | | |
| Decrease in allowance for bad debt | (35,000) | - |
| Depreciation and amortization | 4,613,266 | 2,200,455 |
| Net unrealized (gain) loss on investments | (2,304,860) | 2,321,644 |
| Unrealized (gain) loss on swap agreement | (337,367) | 840,094 |
| Net realized loss on sale of investments | 99,189 | 456,587 |
| Amortization of discount on pledges receivable | (275,924) | (292,118) |
| Abandonment of fixed assets | 8,241 | 52,209 |
| Change in operating assets and liabilities | | |
| Grants receivable | (836,127) | 631,854 |
| Pledges receivable | 1,071,583 | 3,276,380 |
| Other receivables | 141,548 | 217,279 |
| Prepaid expenses and other assets | (30,923) | (36,429) |
| Accounts payable and accrued liabilities | (853,073) | 1,542,629 |
| Deferred revenue | (361,828) | (2,988,115) |
| Net Cash from Operating Activities | 7,948,236 | 5,007,708 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Change in short-term investments | 18,800 | (306,651) |
| Proceeds from sale of investments | 5,807,079 | 12,567,324 |
| Purchases of investments | (6,792,965) | (12,719,920) |
| Acquisition of fixed assets | (4,219,476) | (21,546,331) |
| Net Cash from Investing Activities | (5,186,562) | (22,005,578) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | |
| Net (repayments) borrowings on lines of credit | (2,785,540) | 7,270,147 |
| Advance from affiliate | - | 38,115 |
| Capital lease (payments) borrowings from bank | (242,537) | 848,873 |
| Net Cash from Financing Activities | (3,028,077) | 8,157,135 |
| Net Change in Cash and Cash Equivalents | (266,403) | (8,840,735) |
| **CASH AND CASH EQUIVALENTS** | | |
| Beginning of year | 4,278,858 | 13,119,593 |
| End of year | $ 4,012,455 | $ 4,278,858 |
| **SUPPLEMENTAL CASH FLOW INFORMATION** | | |
| Cash paid during the year for | | |
| Interest | $ 549,452 | $ 632,681 |
| Non cash investment activities | | |
| Abandonment of fixed assets | 8,241 | 52,209 |

See notes to consolidated financial statements

**Intrepid Museum Foundation**
**and Subsidiary**

Notes to Consolidated Financial Statements

## 1. Organization

Intrepid Museum Foundation (the "Foundation") is a not-for-profit education corporation organized under the laws of the State of New York and chartered by the Board of Regents of the University of the State of New York. The Foundation operates the Intrepid Sea, Air and Space Museum (the "Museum") which is located on the U.S.S. Intrepid (the "Intrepid"). The Museum, which is located in New York City, opened to the public on August 3, 1982.

The Foundation also provides program support, fund-raising and administrative services to The Intrepid Fallen Heroes Fund (the "Fund"), an affiliate. The Fund performs services that were previously rendered and administered by the Foundation. In 2003 the Fund was incorporated as a separate entity and the Foundation transferred the responsibility to provide those services to the Fund, without consideration.

The Foundation also provides program support and fundraising and administrative services to the Intrepid Relief Fund (formerly, Armed Forces Foundation), also a related entity.

On October 1, 2006, the Museum temporarily closed to allow the demolition and rebuilding of Pier 86; the restoration and refurbishment of the Intrepid and the redesign of its Exhibits ("Pier Work"). Construction of the pier was completed in September 2008 and the Intrepid returned to Pier 86 on October 2, 2008. The Museum reopened to the public on November 8, 2008. Hence, fiscal year 2009 financial statements reflect only six months of Museum admissions and other Museum related operations.

## 2. Summary of Significant Accounting Policies

### *Accounting Changes*

In July 2009, the Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (the “ASC”) became the single source of generally accepted accounting principles (“GAAP”) in the United States. The ASC did not change GAAP; however, it introduced a new structure to the accounting literature and changed references to accounting standards and other authoritative accounting guidance. Application of the Codification did not have an effect on the Foundation’s financial condition, change in net assets or cash flows.

### *Principles of Consolidation*

The consolidated financial statements include the accounts of the Foundation and its wholly-owned subsidiary, Intrepid Heliport Corp. ("Heliport"), an inactive subsidiary. All significant intercompany transactions have been eliminated.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Basis of Presentation*

The Foundation reports information regarding its financial position and activities into either unrestricted, temporarily restricted, or permanently restricted net assets based on donor restrictions.

Unrestricted net assets are not restricted by donors, or the donor-imposed restrictions have expired. Unrestricted net assets are funds that are fully available, at the discretion of management and the Board, for the Foundation to utilize in any of its programs or supporting services.

Temporarily restricted net assets contain donor-imposed restrictions that permit the Foundation to use or expend the assets as specified. The Foundation records gifts of cash or other assets as temporarily restricted support if they are received with donor stipulations that limit their use either through purpose or time restrictions. These amounts are restricted primarily for educational programs and certain aircraft maintenance.

Permanently restricted net assets contain donor-imposed restrictions that stipulate the resources be maintained permanently, but permit the Foundation to use or expend part or all of the income derived from the donated assets for either specified or unspecified purposes. These amounts are permanently restricted for an endowment fund.

### *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 contingencies, if any, at the date of the financial statements, and the reported amounts of revenues and expenses during the year then ended. Actual results could differ from those estimates.

### *Measure of Operations*

The Foundation includes in its measure of operations all revenue and expenses that are integral to its programs and supporting activities and net assets released from donor restrictions to support operations, and other non-operating funds to support current operating activities. The measure of operations excludes grants and contributions restricted for capital expenditures or endowments, gains (losses) on sales of fixed assets, and all investment returns on assets. The measure of operations also includes amounts approved for operations pursuant to the investment policy.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Cash and Cash Equivalents*

The Foundation considers all highly liquid investments with a known market value and a maturity of three months or less when purchased, other than those which have been donor restricted for long-term purposes, to be cash equivalents.

### *Investments Valuation and Income Recognition*

Investments are recorded at fair value. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

### *Interest Rate Swap Agreement*

The Foundation has entered into an interest rate swap agreement ("Swap") in order to hedge its cash flows relating to interest payments due on the Foundation's bonds. The Swap effectively converts the bonds' variable interest rate to a fixed rate. The adjustment of the Swap's mark-to-market value is included in "Unrealized gain (loss) on swap agreement" in the consolidated statement of activities.

### *Fair Value Measurements*

The Foundation follows FASB guidance on *Fair Value Measurements* which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

### *Pledges Receivable*

Pledges receivable are recorded as contributions at the pledged amount, net of estimated uncollectible amounts, and discounted if due over more than one year using risk-free interest rates applicable in the year in which the pledge was received. Amortization of the discount is included in contribution revenue or endowment gifts revenue, as applicable. An estimated allowance for doubtful accounts is provided based on management's assessment of collectability on a pledge-by-pledge basis.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Exhibits, Intrepid and Collections*

The Foundation capitalizes exhibit costs as they are incurred. Upon the opening of an exhibit, the capitalized costs are amortized on a straight-line basis over its estimated useful life of 5 to 15 years. The net unamortized exhibit costs are included in fixed assets on the accompanying consolidated statement of financial position. The costs incurred to building infrastructure to accommodate the exhibits are also capitalized in fixed assets in the accompanying consolidated statement of financial position.

The Intrepid and certain exhibits were placed on loan to the Foundation by the United States Department of the Navy ("Navy") and British Airways (“BA”), and the value thereof is not readily determinable. Accordingly, the Foundation has followed the accounting policy of most museums with respect to collections and exhibits on loan and has not included those assets in the financial statements. The submarine, Growler, was similarly loaned by the Navy to the Foundation, and was opened to the public in May 1989. The Concorde G-BOAD was loaned to the Foundation by BA on November 24, 2003 for an unspecified period of time. The loan agreement cannot be cancelled by the Foundation before November 2013.

Major repairs and improvements which preserve these collections and exhibits and/or increase the future economic usefulness of the assets are capitalized.

### *Fixed Assets*

Purchased fixed assets are recorded at cost and contributions of fixed assets are stated at their fair market value at the time of contribution.

Depreciation is provided for principally by the straight-line method over the estimated useful lives of the assets (ship and submarine renovations – 10 to 25 years, furniture, fixtures, equipment and computer software – 3 to 5 years). Amortization of leasehold improvements is provided for on the straight-line method over the anticipated extended term of the pier lease – 38 years. With the reopening of the Museum to the public on November 8, 2008, a half year depreciation was calculated on all applicable fixed assets during fiscal year 2009. A full year depreciation was calculated during fiscal year 2010.

Long-lived assets, such as fixed assets, are reviewed for impairment when events or circumstances indicate that their useful life and/or carrying value may be impaired.

### *Maintenance and Repairs*

Major renewals and betterments are capitalized and depreciated over the remaining useful life of the asset. All other maintenance and repairs are recorded as operating expenses.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Deferred Revenue*

Membership fees are paid in advance and recognized over the term of the membership. Also, the Foundation receives deposits for special events to be held at a future date and sells admission tickets in advance for future museum visits. Revenue from special events and advance ticket sales are recognized when the event takes place or when the ticket holder visits the Museum. Revenue received in advance in accordance with contractual and concession agreements, such as contract extension incentive fees, are recognized over the term of the agreement. Advances from grantors are deferred until expenditure is made.

### *Contributions*

Contributions received and unconditional promises to give are measured at their fair values and are reported as an increase in net assets in the period received. The Foundation reports gifts of cash and other assets as temporarily 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 consolidated statement of activities as net assets released from restrictions. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

The Foundation reports gifts of goods and equipment 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 the assets are to be used are recorded as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

In addition, a large number of volunteers have made significant contributions of their time. The value of such contributions does not meet the criteria for recognition of contributed services contained in accounting principles generally accepted in the United States of America and, accordingly, is not reflected in the accompanying consolidated financial statements since these services do not require specialized skills.

The free use of facilities, donated professional services and goods donated as part of a program, fundraising activity, or general and administrative expense are recorded as contributions-in-kind in the accompanying consolidated financial statements at their fair value on date of use or receipt to the extent that such amounts can be reasonably estimated.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Rental Income*

Rental income from lease of Museum space for special events is recorded in the consolidated statement of activities, net of allowable discounts. Rental discounts totaled approximately $433,000 and $222,400 for the years ended April 30, 2010 and 2009.

### *Income Taxes*

The Foundation has been determined by the Internal Revenue Service to be a charitable organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code ("IRC"). On November 1, 1983, the Foundation was classified as a publicly supported organization and not as a private foundation under Section 509(a)(2) of the IRC, and qualifies for the maximum charitable contribution deduction by donors.

Deferred income taxes are provided for temporary timing differences resulting from the inclusion of income and expenses for financial reporting purposes in different years than when recognized for income tax purposes. At April 30, 2010, these timing differences consist of Heliport net operating losses ("NOL's") carryfowards totaling approximately $1,781,000, the majority of which expire in the year ending April 30, 2012. Management does not believe that it will be able to utilize these NOL's because Heliport's former business is inactive and is dissimilar in nature to the business of the Foundation. Accordingly, a valuation allowance equal to the entire deferred tax asset of approximately $766,000 has been provided for in each of the years ended April 30, 2010 and 2009.

### *Advertising*

Advertising costs are expensed as incurred and amounted to approximately $1,017,000 and $808,000, for the years ended April 30, 2010 and 2009.

Advertising barter transactions are recorded based on the fair value of the sponsorship, membership or other such fee exchanged by the Foundation. Barter advertising totaled $160,000 for the year ended April 30, 2010**.** There was no barter advertising recorded for the year ended April 30, 2009.

### *Prior Year Summarized Financial Information*

The consolidated statement of activities presents prior year summarized comparative financial information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be reviewed in conjunction with the Foundations consolidated financial statements for the year ended April 30, 2009.

## 2. Summary of Significant Accounting Policies (*continued)*

### *Functional Allocation of Expenses*

The costs of providing the various programs and other activities have been summarized on a functional basis in the supplementary information. Accordingly, certain administrative, fundraising and maintenance costs have been allocated among the programs and supporting services based on benefits received.

### *Accounting for Uncertainty in Income Taxes*

The Foundation recognizes the effect of income tax positions only if those positions are more likely than not of being sustained. Management has determined that the Foundation had no uncertain tax positions that would require financial statement recognition. The Foundation is no longer subject to audits by the applicable taxing jurisdictions for tax years prior to 2006.

### *Reclassifications*

Certain prior year amounts have been reclassified to conform to the current year presentation.

### *Subsequent Events*

Management has evaluated subsequent events for disclosure and/or recognition in the consolidated financial statements through the date that the consolidated financial statements were available to be issued, which is September 15, 2010.

## 3. Concentrations of Credit Risk

The Foundation maintains its cash in accounts which, at times, may exceed federal insured limits. The Foundation has not experienced any losses in such accounts.

The Foundation purchases and receives contributions of investments in marketable securities for which there is a readily available marketplace. The amounts that might be realized upon the ultimate sale or disposition of these securities might be materially different than the fair value in the consolidated financial statements due to various economic influences and market forces.

At April 30, 2010 and 2009, a pledge receivable totaling approximately $5,117,000 and $5,440,000, net of present value discounts, was due from the estate of a deceased Board Trustee.

## 4. Investments

Investments consisted of the following as of April 30:

| | 2010 | | 2009 | |
|---|---|---|---|---|
| | Cost | Fair Value | Cost | Fair Value |
| Short term investments | $ 553,906 | $ 553,906 | $ 572,706 | $ 572,706 |
| Corporate bonds | 3,473,748 | 3,589,611 | 3,535,948 | 3,253,619 |
| U.S. Government-backed securities | 2,663,789 | 2,712,970 | 2,171,223 | 2,225,710 |
| Asset-backed securities | 1,481,317 | 1,529,382 | 1,778,248 | 1,823,255 |
| Mutual funds | 2,081,859 | 2,076,592 | 1,697,329 | 1,157,445 |
| Common stock | 5,464,041 | 5,568,523 | 5,095,309 | 3,825,492 |
| | $ 15,718,660 | $16,030,984 | $ 14,850,763 | $12,858,227 |

Investments as of April 30, 2010 and 2009 consisted of endowment funds and are permanently restricted in use by donors. The earnings thereon are unrestricted.

Pursuant to an annual budget prepared in accordance with the Foundation's investment policy, the Board of Trustees approved a portion of the total investment return to support operations and programs during the temporary museum closure. Such amounts approved for operations were capped at 5% of the total value of the investments at the end of the prior fiscal year. The amount approved for operations during the year ended April 30, 2009 was $750,000. With the reopening of the Museum and the unfavorable market conditions in the previous fiscal year there was no designation of investment return to operations in fiscal year 2010.

Investment return for the years ended April 30, consisted of the following:

| | 2010 | 2009 |
|---|---|---|
| Interest and dividend income | $ 434,314 | $ 619,347 |
| Realized loss | (99,189) | (456,587) |
| Unrealized gains (losses) | 2,304,860 | (2,321,644) |
| Less: investment management fees | (67,243) | (79,830) |
| Total Return on Investments | 2,572,742 | (2,238,714) |
| Approved by board authorization for Museum operations | - | (750,000) |
| Surplus (Deficit) of Investment Return Over Amounts Designated for Operations | $ 2,572,742 | $ (2,988,714) |

## 5. Fair Value Measurements

The following are major categories of assets and liabilities measured at estimated fair value at April 30:

| | 2010 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| **ASSETS** | | | | |
| Short term investments | $ 553,906 | $ - | $ - | $ 553,906 |
| Corporate bonds | - | 3,589,611 | - | 3,589,611 |
| U.S. Government-backed securities | - | 2,712,970 | - | 2,712,970 |
| Asset-backed securities | - | 1,529,382 | - | 1,529,382 |
| Mutual funds | 2,076,592 | - | - | 2,076,592 |
| Common stock | 5,568,523 | - | - | 5,568,523 |
| | $ 8,199,021 | $ 7,831,963 | - | $ 16,030,984 |
| **LIABILITIES** | | | | |
| Fair market value of interest rate swap agreement | $ - | $ - | $ (984,847) | $ (984,847) |

| | 2009 | | | |
|---|---|---|---|---|
| | Level 1 | Level 2 | Level 3 | Total |
| **ASSETS** | | | | |
| Short term investments | $ 572,706 | $ - | $ - | $ 572,706 |
| Corporate bonds | - | 3,253,619 | - | 3,253,619 |
| U.S. Government-backed securities | - | 2,225,710 | - | 2,225,710 |
| Asset-backed securities | - | 1,823,255 | - | 1,823,255 |
| Mutual funds | 1,157,445 | - | - | 1,157,445 |
| Common stock | 3,825,492 | - | - | 3,825,492 |
| | $ 5,555,643 | $ 7,302,584 | - | $ 12,858,227 |
| **LIABILITIES** | | | | |
| Fair market value of interest rate swap agreement | $ - | $ - | $ (1,322,214) | $ (1,322,214) |

The following is a reconciliation of the beginning and ending balances for assets and liabilities measured at fair value using significant unobservable inputs (Level 3) during the year ended April 30, 2010:

| | |
|---|---|
| Beginning balance | $ (1,322,214) |
| Total unrealized gains included in change in net assets | 337,367 |
| Ending balance | $ (984,847) |

## 6. Pledges Receivable

Pledges receivable, which were made primarily by a current board trustee and under the will of a former board trustee, and pledges receivable, related to an Exhibits Capital Campaign, are due as follows:

| Year Ending April 30, | |
|---|---|
| 2011 | $ 1,070,917 |
| 2012 | 600,000 |
| 2013 | 600,000 |
| 2014 | 600,000 |
| 2015 | 600,000 |
| Thereafter | 3,752,877 |
| | 7,223,794 |
| Less: | |
| Allowance for doubtful accounts | (50,000) |
| Discount for present value | (1,635,897) |
| | $ 5,537,897 |

Of the undiscounted amount, $6,752,877 is pledged for the endowment fund, $375,000 is pledged for Exhibitions and $95,917 is pledged for educational purposes. The Foundation used a 5.2% discount rate in determining the present value of the long-term pledges receivable to be collected. Amortization of the discounts on pledges receivable amounted to $275,924 and $292,118 for the years ended April 30, 2010 and 2009, and are included in "Contributions and capital grants" revenue.

## 7. Due to Affiliate

As of April 30, 2010 and 2009, the Foundation held $164,965 of net assets which belong to the Fund.

## 8. Fixed Assets

Fixed assets consisted of the following as of April 30:

| | 2010 | 2009 |
|---|---|---|
| Ship and submarine renovations | $ 45,560,275 | $ 44,529,402 |
| Exhibit and exhibit infrastructure costs | 15,689,691 | 14,227,796 |
| Leasehold improvements | 18,108,636 | 18,090,121 |
| Furniture, fixtures, equipment and computer software | 5,906,962 | 4,298,308 |
| | 85,265,564 | 81,145,627 |
| Less: Accumulated depreciation and amortization | (26,277,477) | (21,761,168) |
| | $ 58,988,087 | $ 59,384,459 |

Depreciation and amortization expense totaled $4,607,606 and $2,194,795 for the year ended April 30, 2010 and 2009.

## 9. Notes Payable – Line of Credit

On April 24, 2007, the Foundation established a line of credit that provides for borrowings up to $2,000,000 which matured on April 24, 2008 and was renewed for a period of eighteen months. On October 22, 2008, the line was increased to $8,000,000. At the election of the Foundation at the time an advance is made by the lender, interest will be at either a fluctuating rate per annum equal to the prime rate or a fixed rate equal to 0.80% per annum in excess of LIBOR. The line provides for monthly payments of interest only during the term of the borrowings for loans made under the fluctuating prime rate and on the last day of the interest period for fixed rate LIBOR loans. Additionally, the Foundation pays a facility fee to the bank in an amount equal to 0.25% on the average daily unused amount of the line during such period. Under the terms of this line-of-credit agreement, the Foundation is required to maintain at all times a minimum of $10,000,000 in cash and investments, as defined in the agreement. At April 30, 2010, the Foundation had an outstanding line-of-credit balance of $4,862,332, which bears interest at the fixed 60 day LIBOR rate of 1.05% per annum which reset on May 11, 2010. The line of credit matures on October 31, 2010.

The funds from the line of credit were used to bridge cash flow for certain capital projects covered by federal, state and city reimbursement grants and also to bridge cash flow for certain expenditures related to the exhibits redesign, the return of the Concorde and insurance claims. Funds received from the related grants and capital campaign pledges are being used to repay the line of credit.

The Foundation incurred interest expense of approximately $102,000 and $77,000, from line of credit borrowings in the years ended April 30, 2010 and 2009.

## 10. Capital Lease Obligations

During 2008, the Foundation entered into two capital lease agreements with California National Bank, for the acquisition of a new ticketing and fundraising system and also for the acquisition of furniture and fixtures. The capital leases commenced on June 1, and August 1, 2009, respectively, and require monthly payments of principal and interest imputed at an annual interest rate of 3.006% and 2.311%, respectively. Future minimum lease payments are as follows for the years ending April 30:

| | |
|---|---|
| 2011 | $ 273,732 |
| 2012 | 273,732 |
| 2013 | 126,048 |
| | 673,512 |
| Less: Interest | (67,176) |
| | $ 606,336 |

## 11. Bonds Payable

On December 14, 2006 ("Closing"), the Foundation completed the issuance of $7,080,000 in 30-year Adjustable Rate Demand Taxable Revenue Bonds, Series 2006 ("Bonds") pursuant to a Trust Indenture dated as of December 1, 2006 ("Indenture"). The proceeds of the Bonds were used to finance (a) the general working capital needs while the Museum was temporarily closed, (b) financing costs associated with the Bond issuance, and (c) principal and interest payments on the Bonds. The Bonds require payments of interest only until January 1, 2013. Beginning January 1, 2013, yearly principal payments commence and extend through maturity on January 1, 2037 ("Maturity") provided that the Bonds do not bear interest at the Fixed Interest Rate, as defined in the Indenture.

The initial interest rate on the Bonds from Closing through December 20, 2006 was 5.37% per annum. Beginning December 21, 2006 through Maturity, interest will be at one of seven different rates as provided and defined in the Indenture. Zion’s Bank, the initial remarketing agent, or any subsequent remarketing agent, will be responsible for computing the interest rate in effect from time to time. Interest is payable beginning January 2, 2007 either on a monthly basis or semiannually depending on the interest rate being used. The interest rate in effect on April 30, 2010 was 0.32313%.

The Foundation has the option to redeem the Bonds in whole or in part at par provided that the Bonds bear interest at the Weekly, One Month or Three Month Interest Rate, as defined in the Indenture. If the Fixed Interest Rate, as defined in the Indenture, is in effect, the Foundation has the option to redeem the Bonds at premiums ranging from 1%-3% over par during the period beginning on the First Optional Redemption Date, as defined in the Indenture, through the third anniversary of the First Optional Redemption Date.

On November 29, 2006, the Foundation entered into an interest rate swap transaction ("Swap") with Morgan Stanley Capital Services Inc. ("MS"). Under the terms of the Swap which is effective January 1, 2007 through January 1, 2022 ("Expiration Date"), the Foundation will pay MS monthly fixed interest at the rate of 5.1104% on the notional amount of $7,080,000. The notional amount amortizes concurrently and in the same amounts as the amortization of principal payments required to be made on the Bonds beginning on January 1, 2013 through the Swap's expiration date.

## 11. Bonds Payable *(continued)*

The Swap was issued at market terms. The carrying amount of the Swap has been adjusted to its fair value at year end, because changes in forecasted levels of interest rates resulted in reporting a liability for the future net payments forecasted under the Swap. The liability is included in the consolidated statement of financial position. Since the critical terms of the Swap and the bond are the same, the Swap is assumed to be completely effective as a hedge. Accordingly, an adjustment of $337,367 to the Swap's mark-to-market value is reported as an unrealized gain in the consolidated statement of activities.

The interest rate swap is intended to reduce the risk to the Foundation of rising interest rates and create cash flow certainty. The interest rate swap agreement was executed with a high-credit quality institution and the Foundation believes the risk of nonperformance by the counterparty is not significant.

The Foundation entered into a Trust Indenture with U.S. Bank National Association that will act as Trustee for the trust for the benefit of the holders of the Bonds; to disburse bond proceeds and secure Bond interest and principal payments when due; and to insure performance and observation of all covenants, agreements, obligations and conditions of the Bonds and related agreements.

Bank of America ("BOA") issued an irrevocable direct pay letter of credit ("LC") in favor of the Trustee described above, which secures the payment of the principal of the Bonds, plus $104,746 which represents 45 days of interest on the Bonds computed at the maximum rate of 12%. The LC expired on December 14, 2009 (“Termination Date”). The LC was amended as of October 30, 2009 for a period termination on December 14, 2012. To secure the issuance of the LC, the Foundation and BOA entered into a Letter of Credit and Reimbursement Agreement (the "Agreement"), under which the Foundation is obligated to reimburse BOA for drawings made under the LC. Quarterly fees to be paid to BOA beginning January 31, 2007 in connection with this Agreement, are at the rate of 0.60% per annum on the stated amount of the LC through December 14, 2008, and at 1.75% per annum thereafter until the Termination Date. Under the Amendment, the Foundation is obligated to pay BOA quarterly for drawings made under the LC at the rate of 1.75% per annum on the stated amount of the LC.

The Foundation incurred closing costs in the amount of $169,787 and is amortizing these costs over 30 years. Amortization expense of $5,660 was recorded in 2010 and 2009. The Foundation incurred net bond interest expense of approximately $373,000 and $400,000 in 2010 and 2009.

## 12. Grant Income

During the years ended April 30, 2010 and 2009, the Foundation was awarded various grants from Federal, New York State and New York City governmental agencies and corporations and private foundations for use in capital projects and for programs and general operational support.

For the years ended April 30, 2010 and 2009 the Foundation received $10,734,944 and $3,817,059 in grant payments and at April 30, 2010, $1,122,453 and $286,326 is included in grant receivables.

## 13. Related Party Transactions

A trustee member of the board is an officer at a law firm which performs legal services for the Foundation. During the years ended April 30, 2010 and 2009, the Foundation incurred costs of approximately $97,000 and $126,000 and recognized approximately $353,000 and $1,042,000 respectively, as contribution in-kind for these services.

A trustee member of the board is an officer of a consulting and public relations firm which performed services for the Foundation during the years ended April 30, 2010 and 2009 for which the Foundation incurred costs of approximately $70,000 and $89,000.

A trustee member of the board provides insurance consulting and brokerage services for the Foundation. During the years ended April 30, 2010 and 2009, the Foundation incurred costs related thereto of approximately $149,800 and $96,600.

On May 1, 2007, the Foundation entered into a one-year agreement with a company with which a former trustee is an officer, for certain strategic consulting services, for $488,500. Under this agreement, the Foundation incurred costs of $285,000 in the year ended April 30, 2009.

A trustee member of the board, who joined the board in 2010, is an officer at a company that has an agreement with the Foundation which gives the entity sponsorship rights for the Museum complex. Under this agreement the Foundation received revenue of $1,100,000 in the year ended April 30, 2010. The entity also provides financial and banking services for the Foundation. During the year ended April 30, 2010, the Foundation incurred costs related thereto of approximately $277,000.

## 14. Commitments

*Pier Lease*: The Foundation is committed under an operating lease, as amended, with the New York City Department of Business Services ("NYC") for Pier 86, expiring December 31, 2014. On September 28, 1999, the City of New York amended the lease changing the base rent to $1 per annum and requiring the Foundation to make and pay for all necessary structural repairs to the pier, including the concrete deck, pier structure and piling ("Pier Work").

During the years ended April 30, 2010, the Foundation recognized a contribution in-kind and the related rent expense in the amount of $447,000, representing the fair value of renting the Pier. The Foundation retook control of the Pier on November 1, 2008 and recognized a contribution in-kind and a related rent expense in the amount of $186,000 in fiscal year 2009.

*Pier Reconstruction*: The Foundation has an agreement ("Pier Agreement") with Hudson River Park Trust (“HRPT”) with respect to Pier Work. As of April 30, 2010, HRPT and the Foundation have been awarded grant funds totaling approximately $53,000,000 ("Current Funding Commitments") from the U.S. Department of Housing and Urban Development ("HUD") and the New York City Economic Development Corporation to be used for Pier Work. Under the terms of the Pier Agreement, the Foundation is responsible for any Pier Work incurred beyond such Current Funding Commitments or funding commitments received in the future for Pier Work for which the Foundation approved. HRPT directly managed the pier contracts and oversaw the Pier Work.

On August 9, 2007, the Foundation and HRPT entered into an Amended Agreement dated January 1, 2007 wherein the parties acknowledge significant changes to the scope of the Pier Work contemplated in the Pier Agreement dated December 15, 2005. Accordingly, the parties agreed to work together as pier redevelopment design and construction work proceeds.

Under the Amended Agreement, HRPT can bill the Foundation a project administrative charge of 5% of the amount of Pier Work invoiced. In lieu of an annual fee, HRPT can bill the Foundation for costs incurred and staff time expended by HRPT in connection with the Pier Work based on predetermined rates. As of April 30, 2010, HRPT had not billed the Foundation hereunder.

As of April 30, 2010, the Foundation had paid a total of $8,891,024 to HRPT for certain pier contracts held by HRPT.

## 14. Commitments (*continued)*

*Agreements and Concessions:* As of April 2005, the Foundation outsourced the operations of the Museum gift shop and entered into an operating lease agreement with a gift shop operator to lease portions of the ground and second floors of the visitor's center adjacent to Intrepid. The original lease expires on April 30, 2012. Under the terms of the lease agreement, the Foundation is to receive monthly rent payments equal to the greater of fixed annual rent or 12% of the tenant's annual "Net Gross Sales" (as defined in the agreement).

The terms of the lease have been modified to allow for extensions of the term-end dates for the period equal to the period that the Museum was closed plus two additional years expiring in 2016. The Foundation also leases a concession stand to a vendor through April 30, 2012. Future minimum fixed annual rent income under these leases is as follows:

| For the Year Ending April 30, | |
|---|---|
| 2011 | $ 386,000 |
| 2012 | 436,000 |
| 2013 | 486,000 |
| 2014 | 486,000 |
| 2015 | 506,000 |

The Museum received rental income for the years ended April 30, 2010 and 2009 totaling $431,555 and $102,515.

The Foundation also entered into certain agreements with concessionaires to provide catering services and interactive exhibits. The terms of these agreements call for revenue sharing and commissions and are exclusive. The agreements terminate respectively in 2013 and 2014.

The Foundation entered into certain agreements with corporations that provide for exclusive sponsorship rights for the Museum complex.

Future minimum revenue under these agreements is as follows:

| For the Year Ending April 30, | |
|---|---|
| 2011 | $ 1,250,000 |
| 2012 | 833,000 |

## 14. Commitments (*continued)*

The Museum received sponsorship fees in the amount of 1,417,482 and $416,667 in fiscal years 2010 and 2009.

*Intrepid Movie*: In November 2006, the Museum entered into an agreement with Maryland Public Television (“MPT”) for the purposes of producing and distributing a program and related materials documenting the restoration and "Leave" of the aircraft carrier Intrepid and its collection ("Project"). The Project is to consist of one program for public television pledge distribution as well as additional footage intended for future programs. Intrepid shall own all rights, title and interest to the Program and elements of the Project. MPT has the exclusive public television broadcast rights in the United States and territories and Canada for six releases over four years. The Foundation and MPT will share all net revenues from the Project on a 50%-50% basis after production costs are reimbursed to both parties. The initial funding $166,200 for the Project has been furnished by the Foundation. MPT was to obtain $325,000 for the Project, of which $200,000 remains unsecured. MPT has been unable to raise the additional $200,000 and the project has been delayed indefinitely.

## 15. Net Assets Restrictions and Released from Restrictions

Temporarily restricted net assets were available for the following purposes at April 30:

| | 2010 | 2009 |
|---|---|---|
| Educational programs | $ 113,581 | $ 141,080 |
| Exhibits capital campaign | - | 10,000 |
| Exhibition programs | 42,547 | 42,547 |
| Support of other museum programs | 48,400 | 59,670 |
| | $ 204,528 | $ 253,297 |

Permanently restricted net assets consisted for the following purpose at April 30:

| | 2010 | 2009 |
|---|---|---|
| Endowment funds, income unrestricted | $ 20,883,499 | $ 20,607,575 |

## 15. Net Assets Restrictions and Released from Restrictions *(continued)*

The following amounts were released from donor restrictions by authorization of the donor and/or the occurrence of the event for which the donor specified such donation was to be used for the years ended April 30:

| | 2010 | 2009 |
|---|---|---|
| Educational programs | $ 185,199 | $ 70,716 |
| Exhibits capital campaign | 10,000 | 6,595,119 |
| Support of other museum programs | 11,270 | 128,730 |
| | $ 206,469 | $ 6,794,565 |

## 16. Endowment Fund

Substantially, all investments are part of the Foundation's permanently restricted net assets. State law allows the board to appropriate as much of net appreciation as is prudent considering the Foundation's long and short-term needs, present and anticipated financial requirements, expected total return on its investments, price level trends and general economic conditions. Under the Foundation's spending policy, up to 5% of the fair market value of the investments at the end of the prior fiscal year is available for operations. The amount approved for operations during the year ended April 30, 2009 was $750,000. Due to market and economic conditions in fiscal year 2009 management drew only $571,409 of the approved appropriation. For the year ended April 30, 2010, management did not approve any appropriations for operations.

The following is a reconciliation of the investment activity in the donor restricted and unrestricted funds for the year ended April 30, 2010:

| | Unrestricted | Permanently Restricted | Total |
|---|---|---|---|
| Balance, May 1, 2009 | $ (2,950,969) | $ 15,809,196 | $ 12,858,227 |
| Contributions | - | 600,000 | 600,000 |
| Investment gain, net | 2,572,757 | - | 2,572,757 |
| Balance, April 30, 2010 | $ (378,212) | $ 16,409,196 | $ 16,030,984 |

## 16. Endowment Fund *(continued)*

From time to time, the fair value of assets with individual donor restricted endowment funds may fall below the level that the donor or State Prudent Management of Institutional Funds Act requires the foundation to retain as a fund of perpetual duration. In accordance with generally accepted accounting principles, deficiencies of this nature reported in unrestricted net assets were $378,212 as of April 30, 2010. These deficiencies resulted from unfavorable market fluctuations that resulted in unrealized losses at April 30, 2010.

## 17. Qualified Retirement Savings Plan

The Foundation sponsors a retirement savings plan under Section 403(b) of the IRC. The plan allows for all eligible, participating employees to elect to defer salary on a pre-tax basis and invest such amounts in a wide array of mutual funds managed by an independent, unrelated investment manager. The Foundation has made no contribution to the plan for the years ended April 30, 2010 and 2009.

## 18. Litigation

The Foundation has been served with a number of complaints alleging personal injuries which were sustained by visitors to the Museum. In management's opinion, the ultimate liability for the personal injury actions will not be in excess of the Foundation's insurance coverage. Accordingly, the Foundation’s cost will be limited to its insurance deductible for each occurrence.

The Foundation’s insurance company settled a claim alleging damage to an artifact that was on loan to the Museum and returned to its owner when the Museum temporarily closed. The Museum’s liability for the claim was limited to the deductible for the Foundation’s insurance coverage.

The Foundation is involved in litigation with a contractor related to services rendered in connection with the redesign of the main exhibition area of the Museum and certain of its exhibits. In management’s opinion, the Foundation’s liability is limited to the amount already paid to the contractor.

**Intrepid Museum Foundation**
**and Subsidiary**

Supplementary Financial Information

**Intrepid Museum Foundation and Subsidiary**

Schedule of Functional Expenses

Year Ended April 30, 2010
(with summarized totals for the year ended April 30, 2009)

| | Program Expenses | | | | | Supporting Expenses | | | |
|---|---|---|---|---|---|---|---|---|---|
| | Education | Exhibits and Visitor Services | Intrepid Fallen Heroes Fund | Fleet Week | Total | General and Administrative | Fundraising | 2010 Total | 2009 Total |
| Salaries and wages | $ 1,590,129 | $ 6,241,289 | $ 487,329 | $ 729,805 | $ 9,048,552 | $ 922,734 | $ 386,849 | $ 10,358,135 | $ 7,634,560 |
| Payroll taxes and employee benefits | 287,918 | 1,343,771 | 58,189 | 89,881 | 1,779,759 | 176,406 | 47,189 | 2,003,354 | 1,195,039 |
| Rent | 66,155 | 299,669 | 1,967 | - | 367,791 | 77,242 | 1,967 | 447,000 | 96,153 |
| Utilities and telephone | 23,046 | 1,379,536 | 16,467 | 10,481 | 1,429,530 | 40,252 | 15,120 | 1,484,902 | 922,795 |
| Insurance | 84,901 | 270,118 | 883 | - | 355,902 | 180,275 | - | 536,177 | 446,809 |
| Contract services and equipment rentals | 21,825 | 216,388 | 8,444 | 1,677 | 248,334 | 34,476 | 6,785 | 289,595 | 183,467 |
| Office expenses and supplies | 60,952 | 273,608 | 14,093 | 6,365 | 355,018 | 89,165 | 17,525 | 461,708 | 344,754 |
| Repairs and maintenance | 11,300 | 761,703 | 375 | 647 | 774,025 | 13,256 | 536 | 787,817 | 748,298 |
| Event catering | 57,785 | 178,618 | 23,705 | 77,731 | 337,839 | 7,988 | 59,158 | 404,985 | 414,237 |
| Event rentals | 9,601 | 66,133 | 124 | 39,202 | 115,060 | 12 | 62,924 | 177,996 | 217,286 |
| Event entertainment | 8,578 | 33,066 | - | 8,887 | 50,531 | 3,000 | 4,012 | 57,543 | 138,438 |
| Event audio, visual, film and photography | 4,484 | 11,230 | 5,674 | 14,153 | 35,541 | 1,483 | 3,485 | 40,509 | 112,189 |
| Uniform | 908 | 42,929 | 43 | 289 | 44,169 | 582 | 215 | 44,966 | 66,891 |
| Other event expenses | 128,262 | 377,139 | 3,712 | 132,065 | 641,178 | 31,909 | 83,519 | 756,606 | 1,154,515 |
| Advertising and marketing materials | 317,978 | 1,568,242 | 6,831 | 135,388 | 2,028,439 | 1,445 | 104,627 | 2,134,511 | 1,670,398 |
| Professional and consultant fees | 167,128 | 662,187 | 81,075 | 63,540 | 973,930 | 243,256 | 49,964 | 1,267,150 | 2,555,380 |
| Postage and delivery | 7,447 | 43,097 | 5,586 | 3,270 | 59,400 | 9,260 | 3,260 | 71,920 | 71,669 |
| Travel | 40,772 | 67,679 | 13,397 | 32,001 | 153,849 | 7,929 | 14,183 | 175,961 | 192,931 |
| Professional development | 24,966 | 34,557 | 7,877 | 7,633 | 75,033 | 14,201 | 3,841 | 93,075 | 65,753 |
| Bank and credit card fees | 29,453 | 146,604 | 43 | 9,344 | 185,444 | 1,683 | 9,387 | 196,514 | 96,043 |
| Interest expense | 76,101 | 344,725 | 2,263 | - | 423,089 | 88,855 | 2,263 | 514,207 | 558,606 |
| Miscellaneous | 119,905 | 302,605 | 32,113 | 112,867 | 567,490 | 60,972 | 54,343 | 682,805 | 319,944 |
| Depreciation and amortization | 359,171 | 3,738,831 | 23,926 | - | 4,121,928 | 463,642 | 27,696 | 4,613,266 | 2,200,455 |
| Total | $ 3,498,765 | $ 18,403,724 | $ 794,116 | $ 1,475,226 | $ 24,171,831 | $ 2,470,023 | $ 958,848 | $ 27,600,702 | $ 21,406,610 |
| | $ 2,696,708 | $ 12,441,964 | $ 920,831 | $ 2,056,256 | $ 18,115,759 | $ 2,179,972 | $ 1,110,879 | $ - | $ 21,406,610 |

See independent auditors' report