



**INNER-CITY SCHOLARSHIP FUND, INC.**

**Financial Statements and Schedules**

**August 31, 2010**

**(With Independent Auditors' Report Thereon)**



KPMG LLP  
345 Park Avenue  
New York, NY 10154-0102

## Independent Auditors' Report

The Board of Trustees  
Inner-City Scholarship Fund, Inc.:

We have audited the accompanying balance sheet of Inner-City Scholarship Fund, Inc. (ICSF) as of August 31, 2010, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of ICSF'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 ICSF's 2009 financial statements and, in our report dated February 24, 2010, we expressed an unqualified opinion on those 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 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 expressing an opinion on the effectiveness of ICSF's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 Inner-City Scholarship Fund, Inc. as of August 31, 2010, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

Our audit was made for the purpose of forming an opinion on the basic financial statements taken as a whole. The supplementary information included in schedules 1 and 2 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

**KPMG LLP**

February 14, 2011

**INNER-CITY SCHOLARSHIP FUND, INC.**

Balance Sheet

August 31, 2010

(with comparative financial information as of August 31, 2009)

<b>Assets</b>	<b>2010</b>	<b>2009</b>
Cash and cash equivalents	\$ 1,616,349	1,340,959
Loans to Parish Assistance Corporation (note 3)	2,248,698	4,855,838
Accrued interest receivable	38,388	38,379
Contributions receivable, net (note 5)	3,782,498	5,133,879
Investments (note 4)	5,620,558	1,071,613
Gift annuity held by the Archdiocese of New York, net	131,236	130,858
Other assets	93,790	27,110
Total assets	\$ 13,531,517	12,598,636
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable and accrued expenses	\$ 131,634	176,562
Deferred revenue	—	34,700
Payable to the Archdiocese of New York (note 6)	106,061	234,872
Grants payable:		
Pathways to Excellence Strategic Planning grant due to the Archdiocese of New York	—	100,000
Financial aid grants due to individual schools	59,532	73,104
Total liabilities	297,227	619,238
Net assets (note 8):		
Unrestricted	2,466,928	439,936
Temporarily restricted	4,935,362	5,957,462
Permanently restricted	5,832,000	5,582,000
Total net assets	13,234,290	11,979,398
Total liabilities and net assets	\$ 13,531,517	12,598,636

See accompanying notes to financial statements.

**INNER-CITY SCHOLARSHIP FUND, INC.**

Statement of Activities

Year ended August 31, 2010

(with summarized financial information for the year ended August 31, 2009)

	<u>Unrestricted</u>	<u>Temporarily restricted</u>	<u>Permanently restricted</u>	<u>2010 total</u>	<u>2009 total</u>
<b>Revenues:</b>					
Contributions and bequests (note 5)	\$ 2,305,680	9,902,504	250,000	12,458,184	11,353,405
Special events, net of direct donor benefits of \$468,534 and \$455,004 in 2010 and 2009, respectively	2,487,753	—	—	2,487,753	2,548,892
Interest income	83,853	148,569	—	232,422	198,188
Net gain (loss) on investments	4,026	262,334	—	266,360	(137,556)
Net assets released from restrictions	11,335,507	(11,335,507)	—	—	—
<b>Total revenues</b>	<u>16,216,819</u>	<u>(1,022,100)</u>	<u>250,000</u>	<u>15,444,719</u>	<u>13,962,929</u>
<b>Expenses (note 6):</b>					
<b>Program services:</b>					
<b>Grants and allocations:</b>					
Cardinal's Scholarship Program administered by the Children's Scholarship Fund	6,767,938	—	—	6,767,938	6,614,033
Be A Student's Friend grants	3,905,073	—	—	3,905,073	4,136,700
Financial aid grants	1,052,796	—	—	1,052,796	1,734,402
Grants to the Department of Education of the Archdiocese of New York	92,034	—	—	92,034	503,493
The Principal Academy	50,000	—	—	50,000	—
<b>Program administration:</b>					
Be A Student's Friend program	328,821	—	—	328,821	311,521
Other	100,890	—	—	100,890	68,039
<b>Total program services</b>	<u>12,297,552</u>	<u>—</u>	<u>—</u>	<u>12,297,552</u>	<u>13,368,188</u>
<b>Supporting services:</b>					
General and administrative	695,627	—	—	695,627	658,578
Development	1,196,648	—	—	1,196,648	1,147,823
<b>Total supporting services</b>	<u>1,892,275</u>	<u>—</u>	<u>—</u>	<u>1,892,275</u>	<u>1,806,401</u>
<b>Total expenses</b>	<u>14,189,827</u>	<u>—</u>	<u>—</u>	<u>14,189,827</u>	<u>15,174,589</u>
<b>Increase (decrease) in net assets</b>	2,026,992	(1,022,100)	250,000	1,254,892	(1,211,660)
Net assets at beginning of year (note 8)	439,936	5,957,462	5,582,000	11,979,398	13,191,058
Net assets at end of year	\$ <u>2,466,928</u>	<u>4,935,362</u>	<u>5,832,000</u>	<u>13,234,290</u>	<u>11,979,398</u>

See accompanying notes to financial statements.

**INNER-CITY SCHOLARSHIP FUND, INC.**

Statement of Cash Flows

Year ended August 31, 2010

(with comparative financial information for the year ended August 31, 2009)

	<b>2010</b>	<b>2009</b>
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 1,254,892	(1,211,660)
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Permanently restricted contributions	(250,000)	—
Net (gain) loss on investments	(266,360)	137,556
Changes in operating assets and liabilities:		
Accrued interest receivable	(9)	—
Contributions receivable	497,310	297,967
Gift annuity held by the Archdiocese of New York	(378)	36,785
Other assets	(66,680)	88,840
Accounts payable and accrued expenses	(44,928)	81,539
Deferred revenue	(34,700)	34,700
Payable to the Archdiocese of New York	(128,811)	40,750
Grants payable	(113,572)	(152,926)
Net cash provided by (used in) operating activities	846,764	(646,449)
Cash flows from investing activities:		
Decrease (increase) in loans to the Parish Assistance Corporation	2,607,140	(2,557,706)
Purchase of investments	(4,395,128)	(110,128)
Proceeds from sale of investments	112,543	50,000
Net cash used in investing activities	(1,675,445)	(2,617,834)
Cash flows from financing activities:		
Permanently restricted contributions	250,000	—
Decrease in contributions receivable restricted for endowment	854,071	827,841
Net cash provided by financing activities	1,104,071	827,841
Net increase (decrease) in cash and cash equivalents	275,390	(2,436,442)
Cash and cash equivalents at beginning of year	1,340,959	3,777,401
Cash and cash equivalents at end of year	\$ 1,616,349	1,340,959

See accompanying notes to financial statements.

## INNER-CITY SCHOLARSHIP FUND, INC.

### Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

#### (1) Organization

Inner-City Scholarship Fund, Inc. (ICSF) is a not-for-profit organization exempt from Federal income taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code. ICSF's objective is to obtain funds for the benefit of students in attendance at Catholic schools serving certain low-income areas within the Roman Catholic Archdiocese of New York. Financial aid grants to schools are made based on enrollment and donor designations. In addition, schools receive scholarship funds through ICSF's Be A Student's Friend sponsorship. ICSF also provides support for Library Connections, Patrons Program, Early Childhood Literacy, and other enrichment programs.

Effective with the 2005 – 2006 academic year, ICSF, along with the Endowment for Inner-City Education, has participated in the Cardinal's Scholarship Program. Administered by the Children's Scholarship Fund, an unaffiliated not-for-profit organization, the program was established to address the decline in enrollment. The program has each of the three organizations sharing equally in the cost of scholarships awarded to public school students who transfer to one of 85 Catholic inner-city elementary schools. As each family awarded a scholarship must qualify for continued support annually, no liability has been reflected in the financial statements for ICSF's commitment to share in the on-going cost associated with children who continue to qualify for the scholarship in the future.

#### (2) Summary of Significant Accounting Policies

##### (a) Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables and payables. Other significant accounting policies are set forth below.

##### (b) Basis of Presentation

ICSF's net assets and revenues, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of ICSF and changes therein are classified and reported as follows:

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

*Temporarily restricted net assets* – Net assets subject to donor-imposed stipulations that will be met either by actions of ICSF or by the passage of time.

*Permanently restricted net assets* – Net assets subject to donor-imposed stipulations that they be maintained permanently by ICSF. Generally, the donors of these assets permit ICSF to use all or part of the income earned on related investments to support financial aid grants.

**INNER-CITY SCHOLARSHIP FUND, INC.**

Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

Revenues are reported as increases in unrestricted net assets unless their use is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

**(c) Cash and Cash Equivalents**

ICSF considers all highly liquid debt instruments purchased with original maturities of three months or less to be cash equivalents except for those short-term instruments, if any, maintained in the Archdiocesan Common Investment Fund (see note 4).

**(d) Contributions**

Contributions, including unconditional promises to give, are recognized when received. Unconditional promises are recorded net of an allowance for amounts deemed uncollectible and a present value discount.

**(e) Fair Value Measurements**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Inputs to the valuation techniques used to measure fair value are prioritized by giving the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

The three levels of the fair value hierarchy are as follows:

*Level 1* – valuation inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that ICSF has the ability to access at measurement date.

*Level 2* – valuation inputs are inputs other than quoted prices included in Level 1 that are either directly or indirectly observable for the assets or liabilities.

*Level 3* – valuation inputs are unobservable inputs for the assets or liabilities.

The level in the fair value hierarchy within which a fair value measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

INNER-CITY SCHOLARSHIP FUND, INC.

Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

**(f) Use of Estimates**

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

**(g) Comparative Financial Information**

The accompanying statement of activities is presented with 2009 comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. generally accepted accounting principles. Accordingly, such information should be read in conjunction with ICSF's 2009 financial statements, from which the summarized information was derived.

**(h) Reclassifications**

Certain 2009 amounts have been reclassified to conform to the 2010 presentation.

**(3) Loans to Parish Assistance Corporation**

Amounts loaned to Parish Assistance Corporation earned interest at a rate of 3.34% during fiscal years 2010 and 2009. Interest income approximated \$125,000 and \$151,000 in 2010 and 2009, respectively. The carrying amount approximates fair value.

**(4) Investments**

Investments are reported at fair value with realized and unrealized gains and losses included in the statement of activities.

Investments at August 31, 2010 and 2009 consist of the following:

	<u>2010</u>	<u>2009</u>
Fixed income (PIMCO) mutual fund	\$ 4,524,231	—
Archdiocesan Common Investment Fund (the Fund)	<u>1,096,327</u>	<u>1,071,613</u>
	<u>\$ 5,620,558</u>	<u>1,071,613</u>

The PIMCO mutual fund is classified as Level 1 in the fair value hierarchy.

ICSF participates with other Archdiocesan entities in the Fund, which allows for additions and redemptions monthly. The Fund is invested in structured fixed income and equity portfolios managed by the Bank of New York Mellon and designed to replicate the Barclays Aggregate Bond Index and the S&P 500 Index, respectively, of which the underlying investments are screened for the Archdiocesan Socially Responsible Investing Policy, and valued by the Fund based on the value of its underlying investments. Investment



**INNER-CITY SCHOLARSHIP FUND, INC.**

Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

income and net gains or losses on sales of securities and unrealized appreciation or depreciation in fair value of investments are credited monthly to ICSF's account based on its pro rata participation in the Fund. The Fund's total investments, which are classified as Level 1 in the fair value hierarchy, at August 31, 2010 and 2009, are summarized as follows:

	<u>2010</u>	<u>2009</u>
Cash equivalents	\$ 4,485,797	10,645,490
Fixed-income securities	50,403,969	52,178,649
Equity securities	<u>54,947,837</u>	<u>54,806,457</u>
	<u>\$ 109,837,603</u>	<u>117,630,596</u>

At August 31, 2010 and 2009, ICSF's investment in the Fund was allocated as follows:

	<u>2010</u>	<u>2009</u>
Cash equivalents	\$ 802,711	65,634
Fixed-income securities	151,361	424,139
Equity securities	<u>142,255</u>	<u>581,840</u>
	<u>\$ 1,096,327</u>	<u>1,071,613</u>

**(5) Contributions Receivable**

Contributions receivable consist of the following at August 31, 2010 and 2009:

	<u>2010</u>	<u>2009</u>
Amounts expected to be collected in:		
Less than one year	\$ 1,669,554	1,795,825
One to five years	2,027,200	2,956,326
More than five years	<u>500,000</u>	<u>1,000,000</u>
	4,196,754	5,752,151
Less allowance for uncollectible amounts	(13,315)	(22,205)
Less discount at rates ranging from 5% to 5.75%	<u>(400,941)</u>	<u>(596,067)</u>
	<u>\$ 3,782,498</u>	<u>5,133,879</u>

At August 31, 2010 and 2009, the amounts receivable from two donors represent approximately 92% and 91% of the gross receivable, respectively.

During 2007, ICSF received a grant not to exceed \$22,500,000, which is providing funding for scholarships to students demonstrating financial need in accordance with the guidelines of the Cardinal's Scholarship Program. The grant is expected to be received through August 31, 2013. As the receipt of

**INNER-CITY SCHOLARSHIP FUND, INC.**

Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

future amounts is conditional, revenue is recognized as conditions are met. Through August 31, 2010, approximately \$13.2 million has been received and recognized as revenue, including approximately \$4.9 million and \$4.7 million in fiscal 2010 and 2009, respectively.

**(6) Payable to the Archdiocese of New York**

The payable to the Archdiocese of New York represents amounts due for items such as rent, data services, and other allocated services. The amounts charged for such services approximated \$1,213,000 and \$1,165,000 in 2010 and 2009, respectively.

**(7) Pension Plan**

ICSF employees who satisfy age and service requirements participate in a noncontributory defined benefit Archdiocesan Pension Plan. Total pension expense was \$29,106 and \$21,811 in 2010 and 2009, respectively. Information as to vested and nonvested earned benefits, as well as plan assets, as they relate to ICSF employees, is not readily available. It is ICSF's policy to provide for all pension costs currently.

**(8) Net Assets**

Temporarily restricted net assets at August 31, 2010 and 2009 are available for the following purposes:

	<u>2010</u>	<u>2009</u>
Cardinal's Scholarship Program	\$ 2,600,914	2,950,895
Be A Student's Friend grants and program	1,363,672	1,341,365
Financial aid for schools	839,540	1,359,946
Library Connections program	—	22,118
Other enrichment programs	—	152,280
Gift annuities held by Archdiocese of New York for the benefit of ICSF	<u>131,236</u>	<u>130,858</u>
	<u>\$ 4,935,362</u>	<u>5,957,462</u>

The previously reported August 31, 2009 balance of temporarily restricted net assets was \$3,050,439. During 2010, ICSF adjusted previously reported amounts for \$2,907,023 which was incorrectly released in 2009 (\$1,374,547) and 2008 (\$1,532,476) in advance of pledge collections, which are scheduled to coincide with the academic years supported. In order to properly reflect the time restriction associated with contributions receivable, ICSF reclassified \$2,907,023 from unrestricted net assets to temporarily restricted net assets as of August 31, 2009. There was no impact on total net assets or on the 2009 summarized information presented with the accompanying 2010 statement of activities, however the table above has been revised to reflect the reclassification.



**INNER-CITY SCHOLARSHIP FUND, INC.**

Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

Changes in endowment net assets for the years ended August 31, 2010 and 2009 are as follows:

	<b>2010</b>			
	<b>Unrestricted</b>	<b>Temporarily restricted</b>	<b>Permanently restricted</b>	<b>Total</b>
Endowment net assets, August 31, 2009	\$ 233,312	341,424	3,864,047	4,438,783
Contributions and pledge collections	—	4,460	1,104,071	1,108,531
Appropriation for expenditure	(87,498)	—	—	(87,498)
Interest income	—	148,569	—	148,569
Net gain on investments	4,026	262,334	—	266,360
Net assets released from restriction	399,355	(399,355)	—	—
Endowment net assets, August 31, 2010	\$ <u>549,195</u>	<u>357,432</u>	<u>4,968,118</u>	<u>5,874,745</u>
	<b>2009</b>			
	<b>Unrestricted</b>	<b>Temporarily restricted</b>	<b>Permanently restricted</b>	<b>Total</b>
Endowment net assets, August 31, 2008	\$ 223,472	367,406	3,036,206	3,627,084
Contributions and pledge collections	—	6,650	827,841	834,491
Interest income	9,091	105,673	—	114,764
Net gain on investments	(93,350)	(44,206)	—	(137,556)
Net assets released from restriction	94,099	(94,099)	—	—
Endowment net assets, August 31, 2010	\$ <u>233,312</u>	<u>341,424</u>	<u>3,864,047</u>	<u>4,438,783</u>

ICSF has interpreted New York's Uniform Management of Institutional Funds Act as requiring the original value of donor-restricted endowment gifts (historic dollar value) to be recorded as permanently restricted net assets. The remaining portion is classified as either unrestricted or temporarily restricted depending upon donor intent.

## INNER-CITY SCHOLARSHIP FUND, INC.

### Notes to Financial Statements

August 31, 2010

(with comparative financial information  
as of and for the year ended August 31, 2009)

On September 17, 2010, the State of New York enacted its version of the Uniform Prudent Management of Institutional Funds Act (UPMIFA), the provisions of which apply to funds existing on or established after that date. Under Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Subtopic 958-205, *Not-for-Profit Entities – Presentation of Financial Statements*, once UPMIFA is effective, the portion of a donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until appropriated for expenditure. The resulting net asset reclassification from unrestricted to temporarily restricted net assets will be \$552,889 in fiscal 2011.

From time to time, the fair value of assets associated with an individual donor-restricted endowment fund may fall below the fund's historic dollar value. Deficiencies of this nature are reported in unrestricted net assets and totaled \$3,694 and \$7,720 as of August 31, 2010 and 2009, respectively.

The endowment portfolio seeks a balance of income and growth to support ICSF programs. The investment strategy is to emphasize long-term appreciation and consistency of total portfolio returns. Investments are expected to comply with socially responsible investment policies set forth by the United States Catholic Conference of Bishops.

Generally, spending should not exceed 5% of a fund's value at the beginning of the fiscal year. Each year, ICSF will determine whether this guideline requires adjustment, recognizing that growing the endowment (preservation of purchasing power) is an ICSF priority.

#### **(10) Subsequent Events**

In connection with the preparation of the financial statements, ICSF evaluated subsequent events after the balance sheet date of August 31, 2010, through February 14, 2011, which was the date the financial statements were available to be issued and has concluded that there are no subsequent events for disclosure.

## INNER-CITY SCHOLARSHIP FUND, INC.

## Schedule of Financial Aid and Be A Student's Friend Grants

Year ended August 31, 2010

	<b>Total</b>	<b>Financial aid grants</b>	<b>Be A Student's Friend grants</b>
<b>Manhattan Elementary Grants:</b>			
All Saints	\$ 36,000	26,000	10,000
Annunciation	20,000	—	20,000
Ascension	46,975	2,100	44,875
Blessed Sacrament	24,000	—	24,000
Corpus Christi	21,500	—	21,500
Epiphany	4,000	4,000	—
Good Shepherd	15,500	—	15,500
Guardian Angel	42,000	—	42,000
Holy Cross	18,000	—	18,000
Holy Name of Jesus	41,600	17,600	24,000
Mt. Carmel/Holy Rosary	100,500	40,000	60,500
Immaculate Conception	33,700	1,700	32,000
Incarnation	58,725	6,725	52,000
Notre Dame	2,000	2,000	—
Our Lady of Lourdes	38,122	8,622	29,500
Our Lady of Pompeii	6,000	—	6,000
Our Lady of Sorrows	25,960	1,960	24,000
Our Lady Queen of Angels	41,000	20,000	21,000
Our Lady Queen of Martyrs	27,572	2,072	25,500
Sacred Heart of Jesus	36,115	4,115	32,000
St. Aloysius	22,000	—	22,000
St. Ann	60,050	—	60,050
St. Brigid	27,300	7,300	20,000
St. Charles Borromeo	11,500	—	11,500
St. Elizabeth	42,000	—	42,000
St. Gregory the Great	27,300	1,800	25,500
St. James	89,331	75,331	14,000
St. Joseph – 87th St.	8,000	—	8,000
St. Joseph – Monroe	61,351	41,351	20,000
St. Joseph – Morningside	10,000	—	10,000
St. Jude	37,543	11,543	26,000
St. Mark the Evangelist	14,000	—	14,000
St. Patrick	13,500	—	13,500
St. Paul – 118th Street	34,000	—	34,000
St. Rose of Lima	21,000	—	21,000
St. Stephen of Hungary	58,000	36,000	22,000
Transfiguration	22,000	—	22,000
<b>Total Manhattan Elementary Grants</b>	<b>1,198,144</b>	<b>310,219</b>	<b>887,925</b>
<b>Bronx Elementary Grants:</b>			
Blessed Sacrament	18,000	2,000	16,000
Christ the King	60,000	—	60,000
Holy Cross	26,000	6,000	20,000
Holy Family	16,000	1,000	15,000
Holy Rosary	10,300	2,300	8,000
Holy Spirit	37,000	2,000	35,000
Immaculate Conception – 151st Street	70,000	26,000	44,000
Immaculate Conception – Gunhill	24,000	—	24,000

## INNER-CITY SCHOLARSHIP FUND, INC.

## Schedule of Financial Aid and Be A Student's Friend Grants

Year ended August 31, 2010

	<b>Total</b>	<b>Financial aid grants</b>	<b>Be A Student's Friend grants</b>
Nativity of Our Blessed Lady	\$ 12,350	2,350	10,000
Our Lady of Angels	36,205	22,705	13,500
Our Lady of Grace	18,000	—	18,000
Our Lady of Mercy	38,000	—	38,000
Our Lady of Mt. Carmel	10,000	4,000	6,000
Our Lady of Refuge	10,700	700	10,000
Sacred Heart	63,626	21,626	42,000
St. Angela Merici	44,450	6,950	37,500
St. Ann	14,000	—	14,000
St. Anselm	78,000	66,000	12,000
St. Anthony – Mansion St.	4,000	—	4,000
St. Athanasius	65,500	26,000	39,500
St. Augustine	23,265	7,265	16,000
St. Brendan	23,000	1,000	22,000
St. Dominic	6,000	—	6,000
St. Anthony/St. Francis of Rome	1,000	—	1,000
St. Francis Xavier School	12,950	12,950	—
St. Helena	51,570	570	51,000
St. Jerome	58,000	26,000	32,000
St. John	8,000	—	8,000
St. John Chrysostom	63,000	26,000	37,000
St. John Vianney	21,500	—	21,500
St. Joseph	30,000	—	30,000
St. Lucy	10,000	4,000	6,000
St. Luke	48,000	26,000	22,000
St. Margaret Mary	24,000	—	24,000
St. Martin of Tours	12,000	—	12,000
St. Mary	12,000	—	12,000
St. Mary Star of the Sea	18,775	775	18,000
St. Nicholas of Tolentine	26,000	—	26,000
Sts. Peter and Paul	139,730	87,730	52,000
Sts. Philip and James	14,000	—	14,000
St. Philip Neri	19,000	—	19,000
St. Raymond	37,000	—	37,000
St. Simon Stock	40,000	—	40,000
St. Thomas Aquinas	18,000	—	18,000
Santa Maria	18,500	500	18,000
St. Francis of Assisi School	18,000	—	18,000
Visitation School	50,000	—	50,000
<b>Total Bronx Elementary Grants</b>	<b>1,459,421</b>	<b>382,421</b>	<b>1,077,000</b>
<b>Staten Island Elementary Grants:</b>			
Holy Rosary	7,200	7,200	—
Immaculate Conception	24,690	2,690	22,000
Our Lady of Good Counsel	14,000	14,000	—
Our Lady of Mt. Carmel/St. Benedicta	14,160	3,775	10,385

## INNER-CITY SCHOLARSHIP FUND, INC.

## Schedule of Financial Aid and Be A Student's Friend Grants

Year ended August 31, 2010

	<b>Total</b>	<b>Financial aid grants</b>	<b>Be A Student's Friend grants</b>
St. Joseph's By the Sea	\$ 6,000	6,000	—
St. Mary	4,633	(3,367)	8,000
St. Peter's	15,600	2,100	13,500
St. Sylvester	14,323	2,323	12,000
Total Staten Island Elementary Grants	<u>100,606</u>	<u>34,721</u>	<u>65,885</u>
Duchess County Elementary Grants:			
Regina Coeli	13,526	13,526	—
Total Duchess County Elementary Grants	<u>13,526</u>	<u>13,526</u>	<u>—</u>
Orange County Elementary Grants			
Nora Cronin Presentation Academy	147	147	—
Total Orange County Elementary Grants	<u>147</u>	<u>147</u>	<u>—</u>
Westchester County Elementary Grants:			
Corpus Christi/Holy Rosary – Portchester	53,500	53,500	—
Holy Name of Jesus – New Rochlle	2,000	2,000	—
Our Lady of the Assumption	26,749	26,749	—
Our Lady of Victory	16,500	16,500	—
Sacred Heart	9,000	9,000	—
Sacred Heart School for the Arts	20,975	19,975	1,000
St. Ann	16,500	16,500	—
St. Casimir	19,500	19,500	—
St. Paul the Apostle	3,500	1,500	2,000
St. Peter's School	22,500	20,500	2,000
St. Mary's School	17,500	17,500	—
Total Westchester County Elementary Grants	<u>208,224</u>	<u>203,224</u>	<u>5,000</u>
Total Elementary Grants	<u>2,980,068</u>	<u>944,258</u>	<u>2,035,810</u>
Manhattan Secondary Grants:			
Cathedral High School	165,000	—	165,000
Mother Cabrini	61,250	—	61,250
Notre Dame	137,500	—	137,500
Rice High School	40,168	11,418	28,750
St. Agnes Boys High School	75,250	—	75,250
St. Jean Baptiste	94,950	—	94,950
La Salle Academy	45,000	—	45,000
St. Michael's Academy	47,250	16,000	31,250
St. Vicent Ferrer High School	6,000	—	6,000
Xavier High School	850	—	850
Total Manhattan Secondary Grants	<u>673,218</u>	<u>27,418</u>	<u>645,800</u>



## INNER-CITY SCHOLARSHIP FUND, INC.

## Schedule of Financial Aid and Be A Student's Friend Grants

Year ended August 31, 2010

	<u>Total</u>	<u>Financial aid grants</u>	<u>Be A Student's Friend grants</u>
<b>Staten Island Secondary Grants:</b>			
Notre Dame Academy	\$ 4,250	1,750	2,500
St. Peter's High School for Boys	18,900	3,900	15,000
St. Peter's High School for Girls	17,798	—	17,798
Total Staten Island Secondary Grants	<u>40,948</u>	<u>5,650</u>	<u>35,298</u>
<b>Bronx Secondary Grants:</b>			
Academy of Mount St. Ursula	106,097	11,675	94,422
All Hallows	133,121	5,621	127,500
Aquinas High School	200,541	30,541	170,000
Cardinal Hayes High School	165,900	5,900	160,000
Cardinal Spellman High School	157,500	—	157,500
Monsignor Scanlan	93,500	1,950	91,550
Mt. St. Michael Academy	67,500	—	67,500
Preston High School	30,268	—	30,268
St. Catharine Academy	90,000	—	90,000
St. Barnabas	27,000	2,000	25,000
St. Raymond Girls Academy	60,675	—	60,675
St. Raymond	87,500	—	87,500
St. Pius V High School	25,000	—	25,000
Total Bronx Secondary Grants	<u>1,244,602</u>	<u>57,687</u>	<u>1,186,915</u>
<b>Westchester Secondary Grants:</b>			
Blessed Sacrament – St. Gabriel School	15,033	13,783	1,250
Maria Regina	2,500	2,500	—
Sacred Heart High School	1,500	1,500	—
Total Westchester Secondary Grants	<u>19,033</u>	<u>17,783</u>	<u>1,250</u>
Total Secondary Grants	<u>1,977,801</u>	<u>108,538</u>	<u>1,869,263</u>
Total Elementary and Secondary Grants	<u>\$ 4,957,869</u>	<u>1,052,796</u>	<u>3,905,073</u>

See accompanying independent auditors' report.

## INNER-CITY SCHOLARSHIP FUND, INC.

Schedule of Special Events Revenue, Program Administration Expenses,  
General and Administrative Expenses, and Development Expenses

Year ended August 31, 2010

Special events revenue:	
Proceeds from the December 2009 annual dinner	\$ 1,552,396
Proceeds from the 2010 spring gala	943,010
Proceeds from the lawyers' lunch	334,700
Proceeds from the Westchester annual event	95,650
Proceeds from the junior committee	30,531
	<u>2,956,287</u>
Less direct donor benefits:	
Annual dinner	185,974
Spring gala	149,578
Lawyers' lunch	91,690
Westchester annual event	7,525
Junior committee	33,767
	<u>468,534</u>
Net special events revenue	\$ <u>2,487,753</u>
Program administration expenses:	
Be A Student's Friend program:	
Salaries and fringe benefits	\$ 170,334
Professional fees	134,459
Facilities rental	3,744
Stationary and printing	3,146
Supplies	6,911
Postage and shipping	7,225
Other	3,002
Total Be A Student's Friend program administration expenses	\$ <u>328,821</u>
Enrichment program:	
Professional fees	\$ 30,857
Temporary help	62,582
Transportation	5,645
Other	1,806
Total enrichment program expenses	\$ <u>100,890</u>
General and administrative expenses:	
Salaries and fringe benefits	\$ 242,420
Computer processing costs	54,658
Professional fees	106,341
Postage and shipping	5,634
Stationary and printing	4,782
Occupancy costs	65,880
Supplies	13,089
Telephone	20,430
Other	182,393
Total general and administrative expenses	\$ <u>695,627</u>

**INNER-CITY SCHOLARSHIP FUND, INC.****Schedule of Special Events Revenue, Program Administration Expenses,  
General and Administrative Expenses, and Development Expenses**

Year ended August 31, 2010

Development expenses:	
Salaries and fringe benefits	\$ 565,647
Advertising campaign expense	288,591
Direct mail campaign expense	249,250
Other	93,160
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Total development expenses	\$ <u>1,196,648</u>

See accompanying independent auditors' report.