

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2010

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

FINANCIAL STATEMENTS

YEAR ENDED MARCH 31, 2010

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GREEN HASSON & JANKS LLP
BUSINESS ADVISORS AND CPAs

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Starlight Children's Foundation Midwest

We have audited the accompanying statement of financial position of Starlight Children's Foundation Midwest (the Chapter) as of March 31, 2010 and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of the Chapter'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 March 31, 2009 financial statements of the Chapter and, in our report dated August 14, 2009, 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes 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 the Chapter as of March 31, 2010 and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Green Hasson & Janks LLP

September 20, 2010
Los Angeles, California

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**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

STATEMENT OF FINANCIAL POSITION
March 31, 2010
With Summarized Totals at March 31, 2009

ASSETS	2010			2009 Total
	Unrestricted	Temporarily Restricted	Total	
Cash	\$ 477,174	\$ 90,893	\$ 568,067	\$ 400,962
Investments	313,068	-	313,068	250,539
Related Party Receivables	1,096	-	1,096	3,209
Pledges Receivable	-	6,480	6,480	20,935
Inventory	69,288	-	69,288	70,641
Prepaid Expenses and Other Assets	29,214	-	29,214	17,199
TOTAL ASSETS	\$ 889,840	\$ 97,373	\$ 987,213	\$ 763,485
LIABILITIES AND NET ASSETS				
LIABILITIES:				
Accounts Payable and Accrued Liabilities	\$ 36,478	\$ -	\$ 36,478	\$ 21,557
Related Party Payables	86,400	-	86,400	87,250
TOTAL LIABILITIES	122,878	-	122,878	108,807
NET ASSETS:				
Unrestricted	766,962	-	766,962	491,639
Temporarily Restricted	-	97,373	97,373	163,039
TOTAL NET ASSETS	766,962	97,373	864,335	654,678
TOTAL LIABILITIES AND NET ASSETS	\$ 889,840	\$ 97,373	\$ 987,213	\$ 763,485

The Accompanying Notes are an Integral Part of These Financial Statements

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

STATEMENT OF ACTIVITIES
Year Ended March 31, 2010
With Summarized Totals for the Year Ended March 31, 2009

	2010			2009 Total
	Unrestricted	Temporarily Restricted	Total	
REVENUE AND SUPPORT:				
Special Events:				
Gross Receipts	\$ 396,264	\$ -	\$ 396,264	\$ 424,560
Less: Direct Benefit to Donors	(111,586)		(111,586)	(81,147)
NET SPECIAL EVENTS REVENUE	284,678	-	284,678	343,413
Contributed Goods, Services and Use of Facilities	261,942	-	261,942	216,012
Contributions	369,509	121,946	491,455	350,812
Revenue from Related Parties	33,927	-	33,927	33,356
Miscellaneous	-	-	-	426
TOTAL REVENUE AND SUPPORT	950,056	121,946	1,072,002	944,019
EXPENSES:				
Program Services	735,774	-	735,774	653,577
Management and General	62,706	-	62,706	51,891
Fundraising	126,394	-	126,394	223,641
TOTAL EXPENSES	924,874	-	924,874	929,109
CHANGE IN NET ASSETS BEFORE NON-OPERATING INCOME (LOSS)	25,182	121,946	147,128	14,910
Investment Income (Loss)	62,529	-	62,529	(51,995)
Net Assets Released from Purpose Restrictions	187,612	(187,612)	-	-
CHANGE IN NET ASSETS	275,323	(65,666)	209,657	(37,085)
Net Assets - Beginning of Year	491,639	163,039	654,678	691,763
NET ASSETS - END OF YEAR	\$ 766,962	\$ 97,373	\$ 864,335	\$ 654,678

The Accompanying Notes are an Integral Part of These Financial Statements

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**STATEMENT OF FUNCTIONAL EXPENSES
Year Ended March 31, 2010
With Summarized Totals for the Year Ended March 31, 2009**

	2010										2009 Total
	Fun Centers	Great Escapes	Hospital Happenings	PC Pals	Starlight Sites	Other Programs	Total Program Services	Management and General	Fundraising	Total	
Direct Program Goods, Services and Use of Facilities	\$ 133,200	\$ 252,981	\$ 151,262	\$ 4,500	\$ 2,098	\$ 3,041	\$ 547,082	\$ -	\$ -	\$ 547,082	\$ 451,271
TOTAL DIRECT PROGRAM	133,200	252,981	151,262	4,500	2,098	3,041	547,082	-	-	547,082	451,271
Advertising	473	899	537	16	7	11	1,943	838	764	3,545	-
Bank Charges	-	-	-	-	-	-	-	9,874	-	9,874	9,611
Depreciation	31	59	36	1	-	1	128	22	51	201	780
Equipment Rental and Repair	468	889	531	16	7	11	1,922	319	765	3,006	7,184
Events	-	-	-	-	-	-	-	-	43,859	43,859	55,935
Fundraising	-	-	-	-	-	-	-	-	-	-	3,442
Insurance	468	890	532	16	7	11	1,924	319	766	3,009	2,922
Miscellaneous	279	530	317	9	4	6	1,147	4,206	1,419	6,772	9,796
Office Supplies	342	649	388	12	5	8	1,404	233	569	2,206	4,369
Postage	40	75	45	1	1	1	162	27	2,380	2,569	3,007
Printing and Publications	600	1,140	682	20	9	14	2,465	409	4,985	7,859	8,550
Professional Services	965	1,833	1,096	33	15	22	3,964	17,665	1,579	23,208	13,477
Rent	5,648	10,727	6,414	191	89	129	23,197	3,847	9,234	36,278	45,285
Salaries and Employee Benefits	35,353	67,145	40,147	1,194	557	807	145,204	24,080	57,806	227,090	303,022
Telephone	1,034	1,963	1,174	35	16	24	4,246	704	1,690	6,640	7,345
Travel and Automobile	240	456	272	8	4	5	986	163	527	1,676	3,113
TOTAL 2010 FUNCTIONAL EXPENSES	<u>\$ 179,142</u>	<u>\$ 340,236</u>	<u>\$ 203,433</u>	<u>\$ 6,052</u>	<u>\$ 2,821</u>	<u>\$ 4,090</u>	<u>\$ 735,774</u>	<u>\$ 62,706</u>	<u>\$ 126,394</u>	<u>\$ 924,874</u>	
							80%	7%	13%	100%	
TOTAL 2009 FUNCTIONAL EXPENSES	<u>\$ 125,133</u>	<u>\$ 255,025</u>	<u>\$ 256,135</u>	<u>\$ 13,035</u>	<u>\$ 2,541</u>	<u>\$ 1,708</u>	<u>\$ 653,577</u>	<u>\$ 51,891</u>	<u>\$ 223,641</u>		<u>\$ 929,109</u>
							70%	6%	24%		100%

The Accompanying Notes are an Integral Part of These Financial Statements

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

STATEMENT OF CASH FLOWS
Year Ended March 31, 2010
With Summarized Totals for the Year Ended March 31, 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 209,657	\$ (37,085)
Adjustments to Reconcile Change in Net Assets to		
Net Cash Provided by Operating Activities:		
Contributed Inventory (Non-Cash)	(73,575)	(200,859)
Contributed Inventory Expense (Non-Cash)	74,928	238,676
	1,353	37,817
<i>Net Contributed Inventory (Non-Cash)</i>	1,353	37,817
Depreciation	201	780
Unrealized (Gains) Losses on Investments	(50,319)	67,339
Loss on Disposal of Property and Equipment	-	473
(Increase) Decrease in:		
Related Party Receivables	2,113	51,715
Accounts Receivable	-	420
Pledges Receivable	14,455	(19,446)
Prepaid Expenses and Other Assets	(12,216)	8,420
Increase in:		
Accounts Payable and Accrued Liabilities	14,921	7,851
Related Party Payables	(850)	23,350
	179,315	141,634
<i>NET CASH PROVIDED BY OPERATING ACTIVITIES</i>	179,315	141,634
CASH FLOWS FROM INVESTING ACTIVITIES:		
Reinvestment of Interest and Dividends	(12,210)	(15,344)
	167,105	126,290
<i>NET INCREASE IN CASH</i>	167,105	126,290
Cash - Beginning of Year	400,962	274,672
	\$ 568,067	\$ 400,962
<i>CASH - END OF YEAR</i>	\$ 568,067	\$ 400,962

The Accompanying Notes are an Integral Part of These Financial Statements

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 1 - ORGANIZATION

For more than 20 years, Starlight Children's Foundation Midwest (the Chapter) has been dedicated to helping seriously ill children and their families cope with their pain, fear and isolation through entertainment, education and family activities in Illinois, Indiana, Michigan and Wisconsin. The Chapter serves over 300,000 seriously ill children and their families each year with programs in over 175 Midwest hospitals.

The Chapter understands what families go through when a child is sick, and how important it is to find relief from worry and isolation. The Chapter's programs have been proven to distract children from their pain, help them better understand and manage their illnesses, and connect families facing similar challenges so that no one feels alone.

Unlike any other charity, the Chapter offers a comprehensive array of outpatient, hospital-based and Web offerings that enable them to provide ongoing support for children and families - from diagnosis through the entire course of medical treatment. The Chapter's programs serve children and teens suffering from a wide-range of chronic and life-threatening illnesses and life-altering injuries such as cancer, cystic fibrosis, Type 1 and 2 diabetes, heart disease, asthma, kidney disease, sickle cell disease and burn injuries. Programs include:

- **Great Escape™** The Great Escape program plans Family activities and outings which are offered monthly to give children and their families a chance to have fun together away from the hospital so they can relax, regroup and return home with a renewed sense of strength and hope. These events also forge important connections between families struggling with similar issues to combat feelings of isolation and build a community of support. The Great Escape program has grown significantly in the past year reaching over 4,600 children which is an increase of over 2,000 children and offering 54 events for the children and their families to enjoy during the year.
- **Fun Center™** Mobile Entertainment Units provide In-hospital entertainment technology together with specially designed **PC Pal®** laptops which help kids fill hours in hospitals or treatment centers with therapeutic fun; find distraction during long or painful medical procedures; access the Chapter's online educational programs and communities; and stay connected with the outside world and keep up with school work during extended hospitalizations. Forty-one Fun Centers and one PC Pal were placed in Midwest hospitals during the year ended March 31, 2010.
- **Hospital Happenings®** are craft parties, playrooms, kid-friendly treatment rooms, visits from entertainers and other special events help ease the loneliness, fear and boredom that accompany hospital stays. Specialized Hospital Happenings include:
 - **Magician Program** - Magic shows are one of the Hospital Happenings that consistently brings smiles to a child's face every month while in the hospital. The fun and interactive magic shows allow the children and their families to enjoy a time of laughter.

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 1 – ORGANIZATION (continued)

- **Toy Shipments** - Toys are shipped to hospitals from the Chapter to help keep the playrooms stocked with fun new toys and to bring comfort and smiles to the faces of hospitalized children who are dealing with prolonged illness.
- **Hospital Parties** - The Chapter throws hospital parties at least four times a year. These parties include pizza parties and parties in a box, which are parties that can be done bedside for children who are in isolation. Both of these parties provide a morale boost and important social interaction.
- **Starlight Site™** - The Chapter has built 17 sites which include children's playrooms, teen lounges and waiting rooms in Midwest hospitals that provide children with inviting places to play, relax and connect.
- **Starlight Bears** - Starlight Bears are sent out by the Chapter every year to many of the Midwest hospitals.
- **Starbright World®** is an online social network for all seriously ill teens and their siblings that include a special My Life section that enables teens facing death to document their life story via photos and express their feelings by journaling their thoughts, dreams and fears. Online communities and interactive websites help seriously ill teens connect with each other and find tips and strategies for coping with their medical conditions.
- **Educational Programming** delivered via online interactive games, ezines, webisodes, a comic book and websites - helps sick children understand common hospital procedures and manage illnesses and injuries such as cancer, sickle cell, cystic fibrosis, asthma, Crohn's and colitis, severe burns and kidney disease. These programs combat feelings of fear and uncertainty that often accompany illness with fact-based knowledge presented in an engaging and age-appropriate format.

Research studies have found that the Chapter's programs help reduce children's pain while helping them to better deal with, understand and manage their illnesses. In addition, the Chapter's programs help the child, parents and siblings experience less depression, anxiety, pain and isolation, and bond as a family.

While doctors work to restore a child's health, the Chapter works to restore the entire family's spirit. The Chapter offers hope for a brighter future, a chance to smile and laugh, and an opportunity to experience the simple joys of being a child.

The Chapter is an independently governed chapter, one of the five chartered chapters of Starlight Children's Foundation (the Foundation), an international organization with affiliates in Australia, Canada, Japan and the United Kingdom.

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) BASIS OF PRESENTATION

The accompanying financial statements have prepared on the accrual basis of accounting.

(b) ACCOUNTING

To ensure observance of certain constraints and restrictions placed on the use of resources, the accounts of the Chapter are maintained in accordance with the principles of net assets accounting. This is the procedure by which resources for various purposes are classified for accounting and reporting purposes into net asset classes that are in accordance with specified activities or objectives. Accordingly, all financial transactions have been recorded and reported by net asset class as unrestricted, temporarily restricted, or permanently restricted.

- **Unrestricted.** Unrestricted net assets generally result from revenues generated by receiving unrestricted contributions, providing services, and receiving income from investments less expenses incurred in providing program related services, raising contributions, and performing administrative functions. The Chapter has \$766,962 of unrestricted net assets at March 31, 2010.
- **Temporarily Restricted Net Assets.** The Chapter 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. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from purpose or time restrictions. The Chapter reports restricted contributions whose restrictions are met in the same reporting period as unrestricted contributions. The Chapter has \$97,373 of temporarily restricted net assets at March 31, 2010.
- **Permanently Restricted Net Assets.** Permanently restricted net assets are received from donors who stipulate that resources are to be maintained permanently, but permit the Chapter to expend all of the income (or other economic benefits) derived from the donated assets. The Chapter has no permanently restricted net assets at March 31, 2010.

(c) CASH

The Chapter maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Chapter has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(d) INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at fair value. Unrealized gains or losses (including investments bought, sold and held during the year), and interest and dividend income are reflected in the Chapter's statement of activities as increases or decreases in unrestricted net assets unless their use is temporarily restricted by donor stipulations or by law.

The Chapter holds investments in the form of mutual funds invested in corporate bonds and common stocks of publicly held companies. Market values of such investments are routinely reviewed by the Board of Directors.

(e) CONTRIBUTIONS AND PLEDGES RECEIVABLE

Unconditional contributions, including pledges, are recorded at estimated fair value, and recognized as revenues in the period received. The Chapter reports unconditional contributions as restricted support if they are received with donor stipulations that limit the use of the donated assets. At March 31, 2010, the Chapter evaluated the collectibility of pledges receivable. No allowance for uncollectible pledges is deemed necessary and pledges receivable at March 31, 2010 are expected to be collected in their entirety within one year.

(f) INVENTORY

Inventory is comprised of toys, books and other material collected for distribution. Purchased inventory is stated at the lower of cost (specific identification) or market. Donated inventory is recorded at fair market value at the time of donation.

(g) LONG-LIVED ASSETS

The Chapter reviews the carrying value of its long-lived assets for possible impairment whenever events or changes in circumstances indicate that the book value of the assets may not be recoverable. An impairment loss is recognized when the sum of the undiscounted future cash flows is less than the carrying amount of the asset, in which case a write-down is recorded to reduce the related asset to its estimated fair value. No impairment losses were recognized during the year ended March 31, 2010.

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(h) CONTRIBUTED GOODS, SERVICES AND USE OF FACILITIES

Contributions of donated non-cash assets are recorded at fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received. Contributed goods generally consist of toys, videos, DVD's and other tangible goods. The Chapter received \$261,942 of contributed goods during the year ended March 31, 2010 (See Note 5).

(i) INCOME TAXES

The Chapter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Service Code and corresponding state provisions.

(j) 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 reported amounts of assets, liabilities, revenues and expenses as of the date and for the period presented. Accordingly, actual results could differ from those estimates.

(k) FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the Chapter's programs and other activities have been presented in the statement of functional expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit. The Chapter allocates indirect costs by full time equivalents under each activity.

(l) COMPARATIVE TOTALS

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

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

(m) FASB ACCOUNTING STANDARDS CODIFICATION

In June 2009, the Financial Accounting Standards Board (FASB) issued the FASB Accounting Standards Codification (the ASC). The ASC has become the single source of non-governmental accounting principles generally accepted in the United States (GAAP) recognized by the FASB in preparation of financial statements. The Chapter adopted the ASC as of March 31, 2010. The ASC does not change GAAP and did not have an effect on the Chapter's financial position, results of operations or cash flows.

(n) SUBSEQUENT EVENTS

The Chapter has evaluated events and transactions occurring subsequent to the statement of financial position date of March 31, 2010 for items that should potentially be recognized or disclosed in these financial statements. The evaluation was conducted through, September 20, 2010, the date these financial statements were available to be issued. No such material events or transactions were noted to have occurred.

NOTE 3 - INVESTMENTS

The Chapter has implemented the fair value accounting standard for those assets that are re-measured and reported at fair value at each reporting period. This standard establishes a single authoritative definition of fair value, sets out a framework for measuring fair value based on inputs used, and requires additional disclosures about fair value measurements.

In general, fair values determined by Level 1 inputs utilize quoted prices (unadjusted) in active markets for identical assets (or liabilities). Fair values determined by Level 2 inputs utilize data points that are observable such as quoted prices, interest rates and yield curves. Fair values determined by Level 3 inputs are unobservable data points for the asset (or liability) and include situations where there is little, if any, market activity for the asset (or liability).

The following table presents information about the Chapter's assets that are measured at fair value on a recurring basis at March 31, 2010 and indicates the fair value hierarchy of the valuation techniques utilized to determine such fair value:

	Fair Value Measurements Using			
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
Year Ended March 31, 2010	\$ 313,068	\$ 313,068	\$ -	\$ -
Mutual Funds	\$ 313,068	\$ -	\$ -	\$ -

**STARLIGHT CHILDREN'S FOUNDATION
MIDWEST**

**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 3 - INVESTMENTS (continued)

The fair values of the mutual funds within Level 1 inputs were obtained based on quoted market prices at the closing of the last business day of the fiscal year.

Investment income for the year ended March 31, 2010 consists of the following:

Interest and Dividends	\$ 12,210
Unrealized Gains	<u>50,319</u>
<i>INVESTMENT INCOME</i>	<u>\$ 62,529</u>

NOTE 4 - ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Accounts payable and accrued liabilities at March 31, 2010 consist of the following:

Accounts Payable	\$ 18,032
Accrued Vacation	8,066
Other Accrued Liabilities	<u>10,380</u>
<i>TOTAL ACCOUNTS PAYABLE AND ACCRUED LIABILITIES</i>	<u>\$ 36,478</u>

NOTE 5 - CONTRIBUTED GOODS, SERVICES AND USE OF FACILITIES

Contributed goods, services, and use of facilities during the year ended March 31, 2010 are as follows:

Direct Program Goods	<u>\$ 261,942</u>
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Gross receipts from special events included an additional \$38,707 in contributed goods, services and use of facilities which are shown separately as special events income and expense and are not included above.

NOTE 6 - COMMITMENTS

The Chapter leases certain facilities and equipment under long-term operating lease agreements that expire through June 2014. Future minimum lease payments for leases that have a remaining non-cancelable term in excess of one year as of March 31, 2010 are as follows:

**STARLIGHT CHILDREN'S FOUNDATION
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**NOTES TO FINANCIAL STATEMENTS
March 31, 2010**

NOTE 6 - COMMITMENTS (continued)

Years Ending March 31

2011	\$	36,860
2012		38,416
2013		38,019
2014		9,144
TOTAL	\$	122,439

Rent expense for the year ended March 31, 2010 was \$36,278.

NOTE 7 - TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at March 31, 2010 were available for the following purposes:

Great Escapes	\$	50,750
Starlight Sites		37,608
Hospital Programs		4,400
Fun Centers		1,710
PC Pals		25
TOTAL		94,493
Time Restrictions		2,880
TOTAL TEMPORARILY RESTRICTED NET ASSETS	\$	97,373

NOTE 8 - DEFINED CONTRIBUTION PENSION PLAN

The Chapter maintains a 401(k) Pension Plan for eligible participants. There was no matching contribution for the year ended March 31, 2010.

NOTE 9 - RELATED PARTIES

As discussed in Note 1, the Chapter is one of five chartered chapters of the Foundation. During the year ended March 31, 2010, the Chapter received a \$24,367 grant from the Foundation for general operating purposes. Additionally, the Chapter received allocated funds from the Foundation totaling \$9,560. Receivables from the Foundation were \$1,096 at March 31, 2010. The Chapter purchases PC Pals and Fun Centers from the Foundation. Purchases for the year ended March 31, 2010 were \$137,700. Payables to the Foundation at March 31, 2010 were \$86,400.