

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

**FINANCIAL STATEMENTS
AND
ADDITIONAL INFORMATION**

JUNE 30, 2009 AND 2008

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
The Foundation for Landscape Studies, Inc.

We have audited the accompanying statements of financial position of The Foundation for Landscape Studies, Inc. (a not-for-profit corporation) as of June 30, 2009 and 2008, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits 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 audits provide 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 Foundation for Landscape Studies, Inc. as of June 30, 2009 and 2008, and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Lutz + Carr, LLP

New York, New York
October 31, 2009

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

STATEMENTS OF FINANCIAL POSITION

JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Assets		
Cash and cash equivalents (Notes 1b and 6)	\$245,174	\$246,229
Unconditional promises to give (Notes 1c and 3)		
Unrestricted	200	6,000
Intangible assets, at cost, net of accumulated amortization (Notes 1d and 4)	<u>25,888</u>	<u>28,514</u>
Total Assets	<u><u>\$271,262</u></u>	<u><u>\$280,743</u></u>
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	<u>\$ 15,000</u>	<u>\$ 20,415</u>
Net Assets		
Unrestricted	243,762	260,328
Temporarily restricted (Note 2)	12,500	-
Total Net Assets	<u>256,262</u>	<u>260,328</u>
Total Liabilities and Net Assets	<u><u>\$271,262</u></u>	<u><u>\$280,743</u></u>

See notes to financial statements.

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

STATEMENTS OF ACTIVITIES

YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Changes in Unrestricted Net Assets		
Support and Revenue		
Contributions (Notes 1a and 1c)	\$220,035	\$244,160
Fundraising benefits	46,360	50,500
Less: Direct fundraising costs	(16,940)	(19,905)
Donated use of facilities (Note 5)	10,000	10,000
Lecture income	-	345
Interest and other income	2,930	2,733
	<u>262,385</u>	<u>287,833</u>
Net assets released from restrictions		
Satisfaction of time and program restrictions	-	15,000
	<u>-</u>	<u>15,000</u>
Total Unrestricted Support and Revenue	<u>262,385</u>	<u>302,833</u>
Expenses		
Program Services	222,725	194,697
Supporting Services		
Management and general	32,815	35,292
Fundraising	23,411	14,589
	<u>278,951</u>	<u>244,578</u>
Total Expenses	<u>278,951</u>	<u>244,578</u>
Increase (Decrease) in Unrestricted Net Assets	<u>(16,566)</u>	<u>58,255</u>
Changes in Temporarily Restricted Net Assets		
Contributions	12,500	-
Net assets released from restrictions	-	(15,000)
	<u>12,500</u>	<u>(15,000)</u>
Increase (Decrease) in Temporarily Restricted Net Assets	<u>12,500</u>	<u>(15,000)</u>
Increase (decrease) in net assets	(4,066)	43,255
Net assets, beginning of year	<u>260,328</u>	<u>217,073</u>
Net Assets, End of Year	<u><u>\$256,262</u></u>	<u><u>\$260,328</u></u>

See notes to financial statements.

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

STATEMENTS OF CASH FLOWS

YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
Cash Flows From Operating Activities		
Increase (decrease) in net assets	\$ (4,066)	\$ 43,255
Adjustments to reconcile increase (decrease) in net assets to net cash provided by operating activities:		
Amortization	5,306	4,203
Decrease in:		
Accounts receivable	-	2,030
Unconditional promises to give	5,800	10,300
Increase (decrease) in accounts payable and accrued expenses	<u>(5,415)</u>	<u>776</u>
Net Cash Provided By Operating Activities	1,625	60,564
 Cash Flows From Investing Activities		
Payments for website costs	<u>(2,680)</u>	<u>(2,700)</u>
Net increase (decrease) in cash and cash equivalents	(1,055)	57,864
Cash and cash equivalents, beginning of year	<u>246,229</u>	<u>188,365</u>
 Cash and Cash Equivalents, End of Year	<u><u>\$245,174</u></u>	<u><u>\$246,229</u></u>

See notes to financial statements.

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.**NOTES TO FINANCIAL STATEMENTS****JUNE 30, 2009 AND 2008****Note 1 - Organization and Summary of Significant Accounting Policies****a - Organization**

The Foundation for Landscape Studies, Inc. (the "Organization") initiates collaborative projects with other organizations, institutions and individuals that promote and advance landscape history and historic landscape design, theory and practice.

For the years ended June 30, 2009 and 2008, approximately 29% and 27% of the Organization's contributions came from one individual, respectively.

b - Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all unrestricted highly liquid debt instruments, including money market funds, to be cash equivalents.

c - Contributions and Unconditional Promises to Give

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

Contributions are recognized when the donor makes a promise to give to the Organization that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction is met, temporarily restricted net assets are reclassified to unrestricted net assets.

d - Intangible Assets

The cost of the website and trademark are capitalized and amortized using the straight-line method over the estimated life of the respective assets.

e - Financial Statement Presentation

The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets and permanently restricted net assets.

f - Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009 AND 2008

Note 1 - Organization and Summary of Significant Accounting Policies (continued)

g - Tax Status

The Foundation for Landscape Studies, Inc. is a not-for-profit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and has been designated as an organization which is not a private foundation.

Note 2 - Restrictions on Assets

Temporarily restricted net assets are restricted for future programs and periods.

Note 3 - Unconditional Promises to Give

Unconditional promises to give at June 30, 2009 and 2008 are due within one year. Uncollectible promises are expected to be insignificant.

Note 4 - Intangible Assets

Intangible assets are recorded at cost and consist of the following at June 30:

	<u>Life</u>	<u>2009</u>	<u>2008</u>
Website	5 years	\$ 15,705	\$13,025
Trademark	10 years	<u>23,000</u>	<u>23,000</u>
		38,705	36,025
Less: Accumulated amortization		<u>(12,817)</u>	<u>(7,511)</u>
		<u>\$25,888</u>	<u>\$28,514</u>

Amortization expense for the years ended June 30, 2009 and 2008 was \$5,306 and \$4,203, respectively.

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2009 AND 2008

Note 5 - Donated Use of Facilities

The Organization received donated use of facilities with a fair value of \$10,000 during the years ended June 30, 2009 and 2008.

Note 6 - Concentration of Credit Risk

The Organization maintains cash accounts at a financial institution in New York City.

Note 7 - Functional Allocation of Expenses

The cost of providing the various program and the supporting services has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program and the supporting services in reasonable ratios determined by management.

ADDITIONAL INFORMATION



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**INDEPENDENT AUDITORS' REPORT ON
ADDITIONAL INFORMATION**

To the Board of Directors of
The Foundation for Landscape Studies, Inc.

Our report on our audits of the basic financial statement of The Foundation for Landscape Studies, Inc. for 2009 and 2008 appears on page 1. We conducted our audits in accordance with auditing standards generally accepted in the United States of America for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedule of Functional Expenses for the year ended June 30, 2009 with comparative totals for 2008 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.

Lutz + Carr, LLP

New York New York
October 31, 2009

THE FOUNDATION FOR LANDSCAPE STUDIES, INC.

SCHEDULE OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2009 WITH COMPARATIVE TOTALS FOR 2008

	Program Services	Supporting Services		2009	2008 *
		Management and General	Fundraising	Total Expenses	Total Expenses
Salaries and payroll taxes	\$102,359	\$ 8,633	\$ 12,332	\$123,324	\$120,318
Professional fees	41,398	22,564	770	64,732	48,811
Grant expense	36,000	-	-	36,000	28,500
Rent	8,300	700	1,000	10,000	10,000
Office supplies	5,393	455	650	6,498	2,558
Postage	1,835	155	221	2,211	1,117
Printing and publication	18,477	-	-	18,477	19,603
Travel and hospitality	1,796	152	216	2,164	7,387
Telephone	89	7	11	107	-
Indirect benefit expenses	-	-	7,997	7,997	538
Miscellaneous	1,772	149	214	2,135	1,543
Amortization	5,306	-	-	5,306	4,203
Total Expenses, 2009	<u>\$222,725</u>	<u>\$ 32,815</u>	<u>\$ 23,411</u>	<u>\$278,951</u>	
Total Expenses, 2008	<u>\$194,697</u>	<u>\$ 35,292</u>	<u>\$ 14,589</u>		<u>\$244,578</u>

* Certain amounts have been reclassified for comparative purposes.

See independent auditors' report on additional information.