



*Secretaria*

MANUELA A. TORRES NIEVES

SECRETARIA DEL SENADO

- Ver al dorso
- Para su información
- Notas
- Para mantenerle al día
- Expediente
- Dar Cuenta
- Registrar y Procesar

*Senado*  
DE PUERTO RICO

EL CAPITOLIO  
PO Box 9023431  
San Juan, Puerto Rico  
00902-3431

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## REFERIDO A:

### COMISIONES PERMANENTES

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- Hacienda
- Gobierno
- Seguridad Pública y Judicatura
- Salud
- Educación y Asuntos de la Familia
- Desarrollo Económico y Planificación
- Urbanismo e Infraestructura
- Jurídico Penal
- Jurídico Civil
- Agricultura
- Recursos Naturales y Ambientales
- Comercio y Cooperativismo
- Turismo y Cultura
- Trabajo, Asuntos del Veterano y Recursos Humanos
- Bienestar Social
- Asuntos Municipales
- Recreación y Deportes
- Banca, Asuntos del Consumidor y Corporaciones Públicas
- Desarrollo de la Región del Oeste
- Asuntos de la Mujer
- Asuntos Internos
- Reglas y Calendario
- Asuntos Federales
- De la Montaña
- Ética

### COMISIONES ESPECIALES

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- Puerto de las Américas
- Derecho de Autodeterminación del Pueblo de Puerto Rico
- Sobre Reforma Gubernamental

### COMISIONES CONJUNTAS

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- Informes Especiales del Contralor
- Donativos Legislativos de Puerto Rico
- Internado Córdova-Fernós
- Internado Pilar Barbosa
- Internado Ramos Comas
- Código Penal
- Revisión y Reforma del Código Civil
- Alianzas Público Privadas
- Auditoría Fiscal y Manejo Fondos Públicos
- Revisión Continua Código Penal y Reforma de las Leyes

Se: Manuel Torres



*[Handwritten signature]*

*Oficina del Presidente*

Katherine Erazo  
CHIEF OF STAFF

- Ver al dorso
- Para su información
- Evaluar y recomendar
- Para trabajar y contestar directamente
- Dar cuenta al cuerpo
- Para otorgar contrato
- Para nombramiento
- Autorizado

*Senado*  
DE PUERTO RICO

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## **REFERIDO A:**

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- Senadores
- Auditoría Interna
- Junta de Subastas
- Asesor Parlamentaria
- Oficina Intragubernamental
- Evaluaciones Técnicas y Nombramientos
- Sargento de Armas
- Correo
- Secretario del Senado
- Sistemas de Información
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- Prensa y Comunicaciones
- Asuntos Gubernamentales
- Otros Asuntos



FUNDACIÓN  
LUIS MUÑOZ MARÍN

12017

Junta de Directores

Marisara Pont Marchese  
Presidenta

Ingrid Vila Biaggi  
Vicepresidenta

Eduardo J. Negrón Méndez  
Tesorero

Melba I. Acosta  
Secretaria

Javier L. Bonnín Orozco  
Salvador Casellas Toro  
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Rafael Cox Alomar  
Antonio García Padilla  
Victor L. Mena Rivera  
Manuel Papadakis Muñoz  
Fernando Picó, S.J.  
Isabel Picó Vidal  
Emilio E. Piñero Ferrer  
Pedro Ray  
Efrén Rivera Ramos  
Eugenio J. Torres Oyola

Julio E. Quirós Alcalá  
Director Ejecutivo Interino

27 de diciembre de 2010

Hon. Thomas Rivera Schatz  
Presidente  
Senado de Puerto Rico  
Apartado Postal 9023431  
San Juan de Puerto Rico 00902-3431

Apreciado señor Presidente:

En cumplimiento de la sección 4 de la Ley #68 del 3 de julio de 1986 (3 L.P.R.A Sección 22 nota), me complace adjuntarle copia de los estados financieros de la Fundación Luis Muñoz Marín para el año fiscal 2009-2010 auditados por la firma RSM ROC & Company.

Agradecemos la confianza depositada en esta institución por el Senado de Puerto Rico. Sin más por el momento, le saluda,

Muy cordialmente,

Julio E. Quirós Alcalá  
Director Ejecutivo Interino  
Fundación Luis Muñoz Marín

Anejo

RECIBIDO SECRETARIA  
SENADO DE P.R.  
2011 JAN 11 PM 2:02

RECIBIDO  
OFIC. PRESIDENTE  
THOMAS RIVERA SCHATZ  
2010 JAN 10 PM 2:37



DL-13046

# RSM! ROC & Company

Certified Public Accountants & Consultants

## Fundación Luis Muñoz Marín, Inc.

Financial Statements  
June 30, 2010 and 2009



# RSM! ROC & Company

Certified Public Accountants & Consultants

RSM ROC & Company  
PO Box 10528  
San Juan, PR 00922-0528  
787.751.6164 F 787.759.7479  
www.rocpr.net

To: The Board of Directors of  
Fundación Luis Muñoz Marín, Inc.

## INDEPENDENT AUDITORS' REPORT

We have audited the accompanying balance sheets of Fundación Luis Muñoz Marín, Inc., (the Fundación) (a Puerto Rico not-for-profit corporation) as of June 30, 2010 and 2009, and the related statements of activities and cash flows for the years then ended. These financial statements are the responsibility of the Fundación'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 consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the Fundación'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 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 Fundación Luis Muñoz Marín, Inc. as of June 30, 2010 and 2009, 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.

San Juan, Puerto Rico  
December 15, 2010.



Stamp No. 2569612 was affixed to  
the original of this report.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## BALANCE SHEETS June 30, 2010 and 2009

	2010	2009
<b>ASSETS</b>		
<b>CURRENT ASSETS:</b>		
Cash	\$ 2,522,429	\$ 2,272,796
Certificates of deposit	1,561,435	2,100,000
Accounts Receivable- Interest	26,466	62,125
Contributions	117,217	-
Prepaid expenses	15,345	6,636
	<u>4,242,892</u>	<u>4,441,557</u>
PROPERTY AND EQUIPMENT, net	2,092,557	2,142,666
OTHER ASSETS	16,187	16,162
	<u>\$ 6,351,636</u>	<u>\$ 6,600,385</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES:</b>		
Accounts payable	\$ 48,412	\$ 23,381
Accrued expenses	199,627	157,012
Deferred revenue	42,650	-
	<u>290,689</u>	<u>180,393</u>
<b>NET ASSETS:</b>		
Unrestricted	2,032,607	2,306,329
Temporarily restricted	4,028,340	4,113,663
	<u>6,060,947</u>	<u>6,419,992</u>
	<u>\$ 6,351,636</u>	<u>\$ 6,600,385</u>

The accompanying notes are an integral part of these balance sheets.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## STATEMENTS OF ACTIVITIES

For the years ended June 30, 2010 and 2009

	2010			2009		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>OPERATING SUPPORT AND REVENUES:</b>						
Legislative appropriations	\$ 1,358,342	\$ -	\$ 1,358,342	\$ 1,000,000	\$ -	\$ 1,000,000
Contributions from corporations and private institutions, including contributed services	177,625	6,665	184,290	170,538	-	170,538
Contributions from individuals	57,077	-	57,077	143,522	-	143,522
Interest	3,217	51,640	54,857	2,825	130,635	133,460
Special projects and other	287,086	-	287,086	346,485	-	346,485
Net assets released from restrictions	143,628	(143,628)	-	224,331	(224,331)	-
	<u>2,026,975</u>	<u>(85,323)</u>	<u>1,941,652</u>	<u>1,887,701</u>	<u>(93,696)</u>	<u>1,794,005</u>
<b>OPERATING EXPENSES:</b>						
Program services:						
Luis Muñoz Marín archives	434,847	-	434,847	545,213	-	545,213
Gardens	118,813	-	118,813	129,469	-	129,469
Museum and exhibitions	280,205	-	280,205	215,306	-	215,306
Educational activities and special projects	290,630	-	290,630	315,209	-	315,209
Arboretum	531,949	-	531,949	414,909	-	414,909
Publications	156,738	-	156,738	116,858	-	116,858
Digitalization	217,670	-	217,670	-	-	-
	<u>2,030,852</u>	<u>-</u>	<u>2,030,852</u>	<u>1,736,964</u>	<u>-</u>	<u>1,736,964</u>

Continues...

**FUNDACIÓN LUIS MUÑOZ MARÍN, INC.**

**STATEMENTS OF ACTIVITIES**

For the years ended June 30, 2010 and 2009

...Continued

	2010			2009		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Supporting services:						
General and administrative	143,355	-	143,355	172,877	-	172,877
Fund raising	126,490	-	126,490	64,307	-	64,307
	<u>269,845</u>	<u>-</u>	<u>269,845</u>	<u>237,184</u>	<u>-</u>	<u>237,184</u>
	<u>2,300,697</u>	<u>-</u>	<u>2,300,697</u>	<u>1,974,148</u>	<u>-</u>	<u>1,974,148</u>
<b>DECREASE IN NET ASSETS</b>	<b>(273,722)</b>	<b>(85,323)</b>	<b>(359,045)</b>	<b>(86,447)</b>	<b>(93,696)</b>	<b>(180,143)</b>
<b>NET ASSETS, beginning of year</b>	<u>2,306,329</u>	<u>4,113,663</u>	<u>6,419,992</u>	<u>2,392,776</u>	<u>4,207,359</u>	<u>6,600,135</u>
<b>NET ASSETS, end of year</b>	<u>\$ 2,032,607</u>	<u>\$ 4,028,340</u>	<u>\$ 6,060,947</u>	<u>\$ 2,306,329</u>	<u>\$ 4,113,663</u>	<u>\$ 6,419,992</u>

The accompanying notes are an integral part of these statements.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## STATEMENTS OF CASH FLOWS

For the years ended June 30, 2010 and 2009

	2010	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Decrease in net assets	\$ (359,045)	\$ (180,143)
Adjustments to reconcile decrease in net assets to net cash used in operating activities-		
Depreciation	115,818	80,285
Contribution of construction drawings	(15,000)	-
Changes in assets and liabilities-		
(Increase) decrease in assets:		
Interest receivable	35,659	(33,150)
Other receivable	-	13,995
Contributions receivable	(117,217)	-
Prepayments	(8,709)	252
Increase (decrease) in liabilities:		
Accounts payable	25,031	(17,581)
Accrued expenses	42,615	4,658
Deferred revenues	42,650	-
Net cash used in operating activities	<u>(238,198)</u>	<u>(131,684)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Redemption of certificates of deposit	538,565	1,450,000
Additions to property and equipment	(50,709)	(105,015)
Additions to other assets	(25)	(1,875)
Net cash provided by investing activities	<u>487,831</u>	<u>1,343,110</u>
<b>NET INCREASE IN CASH</b>	<b>249,633</b>	<b>1,211,426</b>
CASH, beginning of year	<u>2,272,796</u>	<u>1,061,370</u>
CASH, end of year	<u>\$ 2,522,429</u>	<u>\$ 2,272,796</u>

The accompanying notes are an integral part of these statements.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

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### 1) Organization and summary of significant accounting policies:

- A) Organization – Fundación Luis Muñoz Marín, Inc. (the Fundación), is a not-for-profit corporation, organized under the Laws of the Commonwealth of Puerto Rico on June 25, 1980. The general purpose of the Fundación is to undertake custody, arrange and preserve the public and private documents and other historical material concerning the life and work of Luis Muñoz Marín.

Following is a general description of the Fundación's program services:

Luis Muñoz Marín Historical Archive – Constitutes one of the primary resources of the Fundación. Its contents have been estimated at close to one and a half million items, including, among others, private and public documents, as well as documents compiled by Luis Muñoz Marín during his younger years, and during his incumbencies as Founder and Chairman of the Popular Democratic Party from 1938 to 1960, President from 1941 to 1949 and member of the Puerto Rican Senate on five occasions, and first elected Governor of Puerto Rico from 1949 to 1965.

Gardens – In accordance with Luis Muñoz Marín's last will, the Fundación maintains in its original state the property of approximately four "acres" where his family resided and the Fundación's facilities are located. This property serves as the site for varieties of over thirty different trees, and a diversity of collections of plants and flowers, which serve as an urban forest for the enjoyment of the general public, and to enhance the environment in the metropolitan area.

Museums and Exhibitions – Various edifications within the Fundación premises have been converted into museums and exhibition area. Museum facilities include the Muñoz-Mendoza residence since 1946, the Luis Muñoz Marín office and library, as well as the "bohío" or meeting place. Exhibition rooms include the Luis Muñoz Marín and Inés María Mendoza halls and carriage-house. These facilities are open to the general public.

Guided Tours – The Fundación provides guided tours throughout the historic site, including the museums, exhibitions, gardens, as well as the presentation of films regarding the life and work of Luis Muñoz Marín, and the contemporary history of Puerto Rico, among others.

Educational Activities and Special Projects – The Fundación commemorates annually the birthdays of Luis Muñoz Marín, Luis Muñoz Rivera, and beginning in 1991, Inés María Mendoza de Muñoz Marín. In addition to the cultural activities derived from these annual commemorations, the Fundación is also involved in various other educational and cultural initiatives.

Parque Doña Inés María Mendoza – This project is related to the development of an arboretum in a location adjacent to the Fundación's premises. This park will be open to the general public and will feature a urban forest and an educational center dedicated to the biodiversity of the Caribbean and conservation of our flora, among others.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

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Publications – The Fundación's publications program carry the objectives of editing, publishing, and promoting the publication of monographs, articles, and other materials related to the life, time and works of Luis Muñoz Marín.

- B) Summary of significant accounting policies – The Fundación prepares its financial statements in accordance with generally accepted accounting principles (GAAP) promulgated in the United States of America for Not-for-Profit Organizations. The significant accounting policies used by the Fundación are as follows:

Recently adopted accounting pronouncement – In June 2009, the Financial Accounting Standards Board (FASB) issued the Accounting Standards Codification (ASC) to serve as the single source of authoritative GAAP. The Fundación's adopted the ASC during the year ended June 30, 2010. Adoption of the FASB ASC did not have an impact on the financial statements.

Basis of presentation – All not-for-profit organizations are required to present a balance sheet, a statement of activities, and a statement of cash flows. In addition, net assets are classified in one or more of the following categories: unrestricted, temporarily restricted and permanently restricted.

- Unrestricted net assets – Unrestricted net assets are resources available to support operations. These resources are unrestricted as to their use and expendable at the discretion of the Board of Directors.
- Temporarily restricted net assets – Temporarily restricted net assets are resources that are restricted by a donor for use for a particular purpose or in a particular future period.
- Permanently restricted net assets – Permanently restricted net assets are resources whose use is limited by donor-imposed restrictions that neither expire by being used in accordance with a donor's restriction nor by the passage of time.

As of June 30, 2010 and 2009, the Fundación's net assets are classified as unrestricted and temporarily restricted.

Accounting 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 disclosures of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from those estimates.

Promises to give – Unconditional promises to give are recorded at net realizable value. Conditional promises to give are not included as support until conditions are substantially met. An allowance for uncollectible promises to give is provided, if necessary, based upon management's judgment, including such factors as prior collection history, type of contribution, and nature of fundraising activity.

Collections – The Collections, which were acquired through donations by the estates of Luis Muñoz Marín and Inés M. Mendoza de Muñoz Marín, as well as from other donors, are not recognized as assets on the balance sheet. Purchase of collections items are recorded as decreases in unrestricted net assets in the year in which the items are acquired, or as temporarily or permanently restricted net assets if the assets used to purchase the items are restricted by donors. Contributed collection items are not reflected on the financial statements.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

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Property and equipment – Is recorded at cost. Depreciation and amortization are computed based on the straight-line method over the assets estimated useful lives, as follows:

Description	Useful Lives
Building	40 years
Building improvements	10 years
Furniture and fixtures	3-5 years
Machinery and equipment	5-10 years
Vehicle	5 years

Maintenance and repairs are recorded as expense during the period. Improvements or additions are capitalized. When property and equipment is sold or otherwise disposed of, the asset cost and related accumulated depreciation are removed from the books and the resulting gain or loss, if any, is credited or charged to operations. Property and equipment is capitalized if it has a cost of \$500 or more.

Long-lived assets – In accordance with the provisions of FASB ASC No. 360, *Accounting for the Impairment or Disposal of Long-Lived Assets*, management reviews the carrying value of long-lived assets in circumstances that indicated that the carrying value of such assets may not be recoverable. Measurement of the impairment loss is based on the fair value of the asset. Generally, fair value will be determined using the present value of expected future cash flows. No impairment loss was recognized during the years ended June 30, 2010 and 2009.

Functional allocation of expenses – The cost of providing the various program services, fundraising, and other activities of the Fundación have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and fundraising activities benefited. Expenses are recorded when incurred in accordance with the accrual basis of accounting.

Contributed support – The Fundación recognizes all contributed support received as income in the period received. All contributions are considered to be available for unrestricted use, unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases the net assets of those net asset classes. 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 statement of activities as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the contribution is received, the Fundación reports the support as unrestricted.

Contributed services – Contributions of services are only recognized if services received (a) create or enhance non-financial assets or would typically need to be purchased if not provided by donation, (b) require specialized skills and are provided by individuals possessing those skills. The contribution revenue for services received is recognized at the fair value of those services.

Advertising costs and public relations – The Fundación follows the policy of charging advertising and public relations costs to operations as incurred. During the years ended June 30, 2010 and 2009, advertising and public relations costs amounted to approximately \$195,000 and \$135,000, respectively.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

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Conditional promises to give – As of June 30, 2010 and 2009, the Fundación had received conditional promises to give from the Government Development Bank for Puerto Rico, aggregating approximately \$359,000 and \$362,000, respectively, that are contingent upon the Fundación's raising matching private contribution funds. The conditional promise to give is subject to the amount collected by the Commonwealth of Puerto Rico related to the excise taxes on tobacco sales and the number of institutions that qualify to receive the funds.

Income taxes and other taxes – As a not-for-profit corporation, the Fundación is exempt from local income taxes under the provisions of Law No. 68 of July 3, 1986 of the Commonwealth of Puerto Rico, and from federal taxes under the provisions of Section 501 (c)(3), of the United States Internal Revenue Code of 1986, as amended. In addition, it is exempt from volume of business tax and real and personal property taxes.

The Financial Accounting Standard Board issued new guidance on accounting for uncertainty in income taxes. The Fundación adopted this guidance for the year ended June 30, 2010. All tax returns through fiscal year June 30, 2009, have been appropriately filed by the Fundación. The Fundación's open audit periods are fiscal years ended June 30, 2005 to 2009. Management evaluated the Fundación's tax positions and concluded that the Fundación had maintained its tax exempt status and had taken no uncertain tax positions that require adjustment to the financial statements. Therefore, no provision or liability for income taxes has been included in the financial statements.

### 2) Concentration risks:

Financial instruments, which potentially subject the Fundación to concentrations of credit risk, consist principally of cash deposits. As of June 30, 2010 and 2009, the Fundación had its cash deposited in various financial institutions. The amount, by which cash deposits exceeded the amount insured by the Federal Deposit Insurance Corporation (FDIC). As of June 30, 2010 and 2009, aggregated approximately \$3,619,000 and \$3,830,000, respectively.

Current vulnerability due to certain concentrations with a particular grantor consists of a legislative appropriation. During the years ended June 30, 2010 and 2009, the Fundación was mainly supported by a legislative appropriation of \$1,000,000 from one grantor, which represented approximately 70% and 60% of the Fundación's contributions combined revenues, respectively.

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

### 3) Property and equipment:

As of June 30, 2010 and 2009, property and equipment consist of the following:

Description	2010	2009
Building	\$ 1,615,514	\$ 1,615,514
Building improvements	6,480	6,480
Furniture and fixtures	356,380	347,547
Machinery and equipment	313,494	291,699
Vehicle	33,645	26,675
	<u>2,325,513</u>	<u>2,287,915</u>
Less: Accumulated depreciation	<u>(1,425,674)</u>	<u>(1,309,856)</u>
	899,839	978,059
Plus:		
Land	906,609	906,609
Construction in progress	286,109	257,998
	<u>\$ 2,092,557</u>	<u>\$ 2,142,666</u>

### 4) Other assets:

The Fundación's collections consists of works of art, including paintings, caricatures, artifacts of historical significance, archives, an automobile and art objects that were acquired through donations from the estates of Luis Muñoz Marín and Inés M. Mendoza de Muñoz Marín and are held for educational and research purposes. They are cataloged, preserved, and cared for, and activities verifying their existence and assessing their condition are performed continuously. The collections are subject to a policy that requires proceeds from their sales to be used to acquire other items for collection.

### 5) Line of credit:

As of June 30, 2010 and 2009, the Fundación has an available line of credit amounting to \$100,000, bearing interest at 1.0% over prime interest rate (3.25% as of June 30, 2010 and 2009). No balance was outstanding as of June 30, 2010 and 2009

### 6) Temporarily restricted net assets:

As of June 30, 2010 and 2009, temporarily restricted net assets by purpose are as follows:

Description	2010	2009
Construction of visitors and educational center	\$ 3,314,681	\$ 3,263,689
Centennial of Inés M. Mendoza's birth	37,052	58,380
Luis Muñoz Marín Historical Archive	488,448	653,824
Operations	137,770	137,770
Greenhouse	43,724	-
Endemic Trees Labeling	6,665	-
	<u>\$ 4,028,340</u>	<u>\$ 4,113,663</u>

# FUNDACIÓN LUIS MUÑOZ MARÍN, INC.

## NOTES TO FINANCIAL STATEMENTS June 30, 2010 and 2009

### 7) Contributed services:

Contributed services for the years ended June 30, 2010 and 2009, consist of the following:

Description	2010	2009
Public relations and advertising	\$ 142,810	\$ 98,038
Construction drawings	15,000	-
Legal and accounting services	12,980	12,500
	<u>\$ 170,790</u>	<u>\$ 110,538</u>

### 8) Other operating support and revenues:

Other operating support and revenues for the years ended June 30, 2010 and 2009, consist of the following:

Description	2010	2009
Bookstore and souvenir shop net sales	\$ 33,508	\$ 28,450
Rent of facilities	9,265	6,050
	<u>\$ 42,773</u>	<u>\$ 34,500</u>

### 9) Contingency:

The Fundación defendant in one lawsuit arising in the ordinary course of business. Management and their legal counsels are of the opinion that the ultimate disposition of this matter will not have a material adverse effect on the financial position and/or results of operations of the Fundación.

### 10) Supplemental information to the statements of cash flows:

During the years ended June 30, 2010 and 2009, there were no interest payments.

### 11) Subsequent events:

On November 1, 2010, the Government Development Bank for Puerto Rico informed the Fundación that funds provided under Law No. 290 may be requested covering fiscal years ended from June 30, 2000 to June 30, 2007. These contributions are contingent upon the Fundación's raising matching private contribution funds and the amount collected by the Commonwealth of Puerto Rico related to excise taxes on tobacco sales and the number of institutions that qualify to receive the funds.

On November 24, 2010, the Fundación obtained the approval of a permanent construction loan for \$2,000,000 at a 6.5% of interest rate for a five year term. Collaterals for the loan will be the funds granted under Law No. 291 and the legislative appropriations received.

Management has evaluated subsequent events through December 15, 2010, the date the financial statements were available to be issued.