

**INDIA CULTURAL FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2009**

**Note 1 – Organization**

India Cultural Foundation is a non profit organization providing religious and cultural services to the Hindu community of Oklahoma City and its surrounding areas.

**Note 2 – Summary of Significant Accounting Policies**

**Financial Statement Presentation:** The financial statements are presented in conformity with Statement of Financial Accounting Standards (SFAS) No. 117. Under SFAS No. 117, the Foundation 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. In addition, the Foundation is required to present a statement of cash flows.

**Contributions:** Contributions are reported in accordance with SFAS No. 116 “Accounting for Contributions Received and Contributions Made.” Contributions received are considered to be available for the general programs of the Foundation. Gifts of cash and other assets received with donor stipulations that limit the use of the donated assets are reported as restricted support. When the restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. If the donor restrictions are met in the same accounting period, the contributions are booked in the unrestricted class of net assets.

**Use of Estimates:** The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from these estimates.

**Cash Equivalents:** The Company considers temporary cash investments with maturities of three months or less from the date of purchase to be cash equivalents.

**Property and Equipment:** Property and equipment are stated at cost. Additions and improvements extending asset lives are capitalized while maintenance and repairs are expensed as incurred. Depreciation is computed on a straight line basis over the estimated useful life of each asset.

**Functional Expense Allocation:** Expenses identified as applying to a specific program or supporting service are recorded in the appropriate service area. Expenses not directly attributable to any particular program or service area are allocated between service areas.

**Income Taxes:** The Foundation is a publicly supported organization exempt from income tax under Section 501(c)(3) of the US Internal Revenue Code of 1986 as amended.

**Extraordinary Items:** The following items of expenditure were related to the new mortgage

Appraisal Fee	\$4,637.00
Bank Charges	\$7,481.20

The following items were related to the cost of the shilpis used in the new construction project.

Foreign Wire Fee	\$ 135.00
Contract Labor	\$ 2,500.00
Legal Fees	\$ 1,199.31
Travel	\$15,904.00

### **Note 3 – Notes Payable**

The Foundation has a mortgage on its real estate assets payable to Ironstone Bank in Oklahoma City. The loan was initiated in November 2009, carries an interest rate of 4.95% and amortizes over 15 years. The balance due as of December 31, 2009 was \$747,139. The monthly payments are \$5,912.19.

### **Note 4 – Leases**

The Foundation did not incur substantial leasing expenses for office equipment or space in 2009.