

THE GRAMBLING LEGENDS, INCORPORATED
GRAMBLING, LOUISIANA

FINANCIAL STATEMENTS
AND INDEPENDENT AUDITOR'S REPORT
As of And for The Year Ended
December 31, 2012

BY

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Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date AUG 07 2013

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THE GRAMBLING LEGENDS, INCORPORATED
Grambling, Louisiana

**Financial Statements
and Independent Auditor's Report
As of and for the Year Ended
December 31, 2012**

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Independent Auditor's Report

To the Board of Directors of
The Grambling Legends, Incorporated

I have audited the accompanying statement of financial position of The Grambling Legends, Incorporated (a nonprofit organization) as of December 31, 2012, and the related statements of activities, cash flows and functional expenses for the year then ended. These financial statements are the responsibility of The Grambling Legends, Incorporated's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I 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. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Grambling Legends, Incorporated as of December 31, 2012, 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.

Rosie D. Harper
Certified Public Accountant

Monroe, Louisiana
June 25, 2013

FINANCIAL STATEMENTS

THE GRAMBLING LEGENDS, INCORPORATED
Statement of Financial Position
December 31, 2012

| | |
|----------------------------------|------------------|
| Assets | |
| Cash and Cash Equivalents | \$ 20,345 |
| Total Assets | <u>20,345</u> |
| Net Assets | |
| Unrestricted | 10,407 |
| Temporarily Restricted | <u>9,938</u> |
| Total Net Assets | <u>20,345</u> |
| Total Liabilities and Net Assets | <u>\$ 20,345</u> |

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

THE GRAMBLING LEGENDS, INCORPORATED
Statement of Activities
For the Year Ended
December 31, 2012

Statement B

| | <u>Unrestricted</u> | <u>Temporarily Restricted</u> | <u>Total</u> |
|--|----------------------------|--|-------------------------|
| Support | | | |
| Contributions | \$ 4,901 | \$ 49,344 | \$ 54,245 |
| Fundraisers | 34,172 | - | 34,172 |
| Membership Dues | 11,589 | - | 11,589 |
| Other Support | <u>3,075</u> | <u>1,800</u> | <u>4,875</u> |
| Total Support | 53,737 | 51,144 | 104,881 |
| Net Assets Released from Restrictions | | | |
| Restrictions Satisfied by Payments | <u>64,275</u> | <u>(64,275)</u> | <u>-</u> |
| Total Net Assets Released from Restrictions | <u>64,275</u> | <u>(64,275)</u> | <u>-</u> |
| Total Support, Other Revenue and Reclassifications | <u>118,012</u> | <u>(13,131)</u> | <u>104,881</u> |
| Expenses | | | |
| General and Administrative Expenses | 16,119 | - | 16,119 |
| Fundraising Expenses | 42,196 | - | 42,196 |
| Program Expenses | <u>83,621</u> | <u>-</u> | <u>83,621</u> |
| Total Expenses | <u>141,936</u> | <u>-</u> | <u>141,936</u> |
| Change in Net Assets | <u>(23,924)</u> | <u>(13,131)</u> | <u>(37,055)</u> |
| Net Assets as of Beginning of Year | <u>34,331</u> | <u>23,069</u> | <u>57,400</u> |
| Net Assets as of End of Year | <u><u>\$ 10,407</u></u> | <u><u>\$ 9,938</u></u> | <u><u>\$ 20,345</u></u> |

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

THE GRAMBLING LEGENDS, INCORPORATED
Statement of Cash Flows
For the Year Ended
December 31, 2012

| | |
|--|-------------------------|
| Operating Activities | |
| Change in Net Assets | \$ (37,055) |
| Adjustments to Reconcile Change in Net Assets to Net | |
| Cash Provided by Operating Activities: | |
| Net Cash Provided by Operating Activities | <u>(37,055)</u> |
| Net Increase in Cash | <u>(37,055)</u> |
| Cash and Cash Equivalents as of Beginning of Year | <u>57,400</u> |
| Cash and Cash Equivalents as of the End of Year | <u><u>\$ 20,345</u></u> |

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

THE GRAMBLING LEGENDS, INCORPORATED
Statement of Functional Expenses
For the Year Ended
December 31, 2012

| | <u>General and Administrative</u> | <u>Fundraising</u> | <u>Program</u> | <u>Total</u> |
|-----------------------------------|---------------------------------------|--------------------|------------------|-------------------|
| General and Administrative | | | | |
| Awards and Grants | \$ - | \$ - | \$ 9,478 | \$ 9,478 |
| Bank Service Charges | - | - | - | - |
| Conference | 359 | 2,017 | - | 2,376 |
| Contract Services | 8,995 | 19,986 | 5,335 | 34,316 |
| Facilities and Equipment | 100 | 863 | 1,109 | 2,072 |
| Other Expenses | 3,927 | 8,396 | 60,575 | 72,898 |
| Postage and Delivery | 836 | 152 | - | 988 |
| Printing | - | 4,767 | 55 | 4,822 |
| Scholarship Awards | - | - | 4,980 | 4,980 |
| Supplies | 1,772 | 2,147 | 1,080 | 4,999 |
| Travel | 130 | 3,868 | 1,009 | 5,007 |
| Total Functional Expenses | <u>\$ 16,119</u> | <u>\$ 42,196</u> | <u>\$ 83,621</u> | <u>\$ 141,936</u> |

See Accompanying Independent Auditor's Report and Notes to Financial Statements.

The Grambling Legends, Incorporated
Grambling, Louisiana

Notes to the Financial Statements
As of and for the Year Ended
December 31, 2012

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Operations

The Grambling Legends, Incorporated is a non-profit organization domiciled in Grambling, Louisiana. The State of Louisiana chartered the Organization on September 2, 2010. The Organization is recognized as a tax exempt (non-profit) organization under section 501 (c) (3) of the Internal Revenue Service Code.

The purpose of the Organization is to preserve the legacy created by the "True Legends" Eddie G. Robinson, Ralph Waldo Emerson Jones, Fredrick C. Hobdy, and Collie J. Nicholson. The Organization goals and objectives are:

- Fundraising to support Grambling State University's athletics and the Eddie Robinson Museum.
- Provide a positive voice to represent the best interest of Grambling State University.
- Promote interaction with and among Grambling State University's alumni and friends.
- Honor and highlight the outstanding athletic accomplishments of former Grambling State University's athletes, coaches, and contributors.

Public Support and Revenue

Revenue and public support consists mainly of membership dues, fundraisers, and contributions. Contributions that are restricted by time 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 time restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

Total Columns

Total columns are presented to facilitate financial analysis. Data in these columns do not present financial position results of operations and changes in net assets in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

Cash and Cash Equivalents

The Organization considers all highly liquid investments with maturity of three months or less when purchased to be cash equivalents. Under state law, the agency may deposit funds in demand accounts, interest bearing accounts, money market accounts, or time deposits with state banks organized under Louisiana law and national banks having their principal offices in Louisiana.

The Grambling Legends, Incorporated
Notes to the Financial Statements (Continued)

NOTE A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Cash and Cash Equivalents (Continued)

The Organization had no cash equivalents during the audit period. On December 31, 2012, the Organization had cash totaling \$20,345 as follows:

| | |
|------------------------|------------------|
| Unrestricted | \$ 10,407 |
| Temporarily Restricted | 9,938 |
| Total | <u>\$ 20,345</u> |

Income Taxes

The Grambling Legends, Incorporated is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code and therefore has made no provision for federal income taxes in the accompanying financial statements.

Accounting principles generally accepted in the United States of America require management to evaluate tax positions taken by the Organization and recognize a tax liability (or asset) if the Organization has taken an uncertain tax position that more likely than not would not be sustained upon examination by the IRS. Management has analyzed the tax positions taken by the Organization, and has concluded that as of June 25, 2013, there are no uncertain positions taken or expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements. The Organization is subject to routine audits by Internal Revenue Service for the years ended December 31, 2011, and 2012; however, there are currently no audits for any tax period in progress.

Depreciation

The Organization follows the practice of capitalizing, at cost, all expenditures for fixed assets in excess of \$5,000. Depreciation is computed on a straight-line basis over the useful lives of the assets generally as follows:

| | |
|---------------------------|----------|
| Building and improvements | 30 years |
| Furniture and equipment | 7 years |

Estimates

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

NOTE B. FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

NOTE C. SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through June 25, 2013, the date which the financial statements were available to be issued.