

MISSOURI RETIRED TEACHERS FOUNDATION



Annual Report 2011

*Submitted to the Members of the Missouri Retired Teachers Foundation,
Missouri Retired Teachers Association, and Corporate Sponsors*

3030 DuPont Circle, Jefferson City, MO 65109
573-634-4300

Honoring the past and giving to the future

Letter from the Foundation Board President

Dear MRTA Members, Corporate Sponsors and Donors:

The Missouri Retired Teachers Foundation (MRTF) is a tax exempt 501(c)(3) charitable corporation devoted to raising funds to carry out certain charitable, educational, scientific and literary purposes of the Missouri Retired Teachers Association and Public School Personnel (MRTA). Since being approved by the MRTA Board of Directors, the Internal Revenue Service and the Missouri Department of Revenue, the Foundation has had as its motto "Honoring the past and giving to the future."

As a very young Foundation, established in 2001 and partnering with the MRTA we embarked on a major building campaign to provide a permanent office building and public classroom for the Foundation and MRTA. Since ribbon cutting and open house the Foundation has provided meeting space in its Classroom Center and Board Room for educational organizations and associations, not-for-profit organizations, businesses, and committees of MRTA. During 2011, more than 1,000 persons attended meetings, classes or training in the MRTF Classroom Center and Board Room.

The financial report at the end of 2011 (December 31, 2011) indicates we are near the end of paying for our building owing only \$123,806.76. MRTF's priority continues to be to seek contributions and organize fund raising campaigns to reduce the mortgage of the new office/classroom.

During 2011 the Foundation continued our patio brick and wall tile campaign \$4,570. The MRTA membership is to be commended for a very successful silent auction, and mailing label campaign - the two netting us a total of \$38,746.

During 2011 the Foundation was able to make extra principal payments totaling \$125,000 on the MRTA/MRTF office facility mortgage, assist the Joplin tornado victims with a \$3,000 grant, and at the same time with generous member and corporate contributions, enabled us to award fifteen \$500 MRTF Classroom Grants to worthwhile projects across the state.

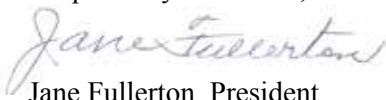
Since its beginning, the Foundation has been able to give thousands of dollars in grants and scholarships. To date, the Foundation has been able to award \$56,000 in Scholarships and with the fifteen 2011 Grants, our total of Classroom Grants awarded is \$19,000.

The Foundation will continue to concentrate its efforts on paying the office facility mortgage, having fundraising activities and encouraging businesses, corporations, and individuals to make tax deductible contributions to one of the Foundation's four fund choices: MRTA/MRTF office facility, educator scholarship/classroom grant fund, the MRTF endowment fund, and the MRTF general fund.

As President of the Missouri Retired Teachers Foundation, I wish to extend my sincerest gratitude to each and every one of you who have made donations to the Foundation since its beginning in 2001. We look forward to a successful 2012.

By giving you leave a legacy, you create a memory that will not fade.

Respectfully submitted,



Jane Fullerton, President

Missouri Retired Teachers Foundation



Honoring the past and giving to the future

2011 Missouri Retired Teachers Foundation Board of Directors

<u>Board Members</u>	<u>Term Expiring</u>
Jane Fullerton, President, Bolivar, MO	2012
Garland Hamilton, Vice President, Fredericktown, MO	2012
Ruby Vincent, Secretary, Aurora, MO	2011
Jim Kreider, Treasurer, Jefferson City, MO	Ongoing
Rosemary Bane, Springfield, MO	2011
Ken Dillner, St. Louis, MO	2012
Mark Hargens, St. Joseph, MO	2012
Owen Jackson, Columbia, MO	2011
Robie Mathews, Independence, MO	2011
William Ray, Columbia, MO	2011
Marcia Slaughter, Jefferson City, MO	2011
Larry Smith, Kirksville, MO	2011
Alyse Stoll, Raytown, MO	2011
William Wasson, Springfield, MO	2012

Missouri Retired Teachers Foundation Board of Directors

The affairs of the corporation shall be managed by its Board of Directors. The number of directors of the Corporation shall be fifteen provided, however, that the number of directors may at any time and from time to time be increased to any number not more than seventeen and decreased to any number not less than eleven by the adoption of a resolution by an affirmative vote of a majority of the Board of Directors.

Seven of the directors shall consist of the following: (a) the Executive Director of the MRTA; (b) two retired teachers; (c) two retired non-certificated employees and (d) two retired administrators. The initial special directors shall be appointed by the President of MRTA and approved by the Board. The terms shall be staggered and one person from b, c, and d shall be appointed for two years and one person from (b), (c), and (d) shall be appointed for one year.

As terms expire or resignations are received, one-half of all new directors for regular and special positions will be appointed respectively on an alternating basis by each of the MRTA and MRTF Boards. Appointments must be made in a timely manner as terms expire or resignations are received.

Complete information regarding the appointment of Foundation Board members may be found in the MRTF by-laws which are available through the MRTF Office.

Honoring the past and giving to the future

Committed to Excellence

The Missouri Retired Teachers Foundation (MRTF) is a tax-exempt 501 (c)(3) not-for-profit corporation devoted to raising funds to carry out certain charitable, educational, scientific, and literary purposes of the Missouri Retired Teachers Association and Public Personnel (MRTA) which include the following:

- To foster a spirit of respect, loyalty and enthusiasm to the retirees.
- To fund activities and service projects which advance the cause of public education and the teaching profession in Missouri.
- To award scholarships to students enrolled in teacher education programs, and grants to active teachers to enhance their classroom instructions.
- To perform other humanitarian endeavors consistent with the Foundation's Bylaws and Articles of Incorporation.

Areas of Interest 2011

Building Fund - Contributions to this fund were used for fund raising projects where the proceeds were applied to the principal of the new office classroom facility mortgage. The goal of MRTF continues to be the reality of having a permanent debt-free facility to house both MRTA and MRTF.

The MRT Foundation committed to raising funds to construct an office facility to carry out the mission of the Foundation and Association. This office facility is complete and 85% paid for. The sooner the mortgage is paid in full, the sooner fund raising can redirect focus to funding activities and service projects of MRTA/MRTF.

Scholarships and Grants - The scholarship and grant program advances and enhances the status of the teaching profession in Missouri. Scholarships are awarded to active teachers or to students officially enrolled in a teacher education program and who are committed to teaching in Missouri Schools. The scholarship committee includes Marcia Slaughter, chair; Ken Dillner, Mark Hargens, Jim Kreider, Robie Mathews and Bill Ray. These members have been aggressive in seeking funding for the awards.

Classroom grant money is used by active classroom teachers to fund classroom projects. These grants have become more competitive as more schools learn about the grant program. It is just one way the Foundation can make an impact on the education of Missouri students and encourage classroom teachers. These two programs are very important to the Foundation as a whole and make its work rewarding.

General Fund - Contributions to the general fund will be used to fund activities and service projects.

Endowment - Earnings from endowments may be designated by the donor or used to promote the MRTF programs and activities.

Honoring the past and giving to the future

Gifts to the Missouri Retired Teachers Foundation

The Missouri Retired Teachers Foundation was created in 2001 by the Executive Board of the Missouri Retired Teachers Association as a not-for-profit organization incorporated under the State of Missouri and approved by the Internal Revenue Service as a 501 (c)(3) public charity.

As such, contributions and gifts to the Foundation from individuals, from associations and other organizations are tax deductible from both income and estate taxes.

Ways to give...

- Donations
- Memorial Donations
- Pledging
- Annual giving
- Office facility naming rights
- Designation of your PSRS \$5,000 death benefit to MRTF
- Naming MRTF in your will or trust
- Tithe on your Missouri State Tax Exemption
- Create an Endowment to MRTF



A New Way to Give

Left: Foundation Board Member Bill Ray, and his wife, Mary, giving the keys to their 1966 Chevrolet Chevelle to Foundation Treasurer Jim Kreider. The proceeds from the sale of this donated vehicle were split between the Classroom Grant Fund and the Building Fund. Thank you, Bill and Mary!



Honoring the past and giving to the future

Scholarship and Grant Awards

Scholarship and Grant History - The Foundation scholarship and grant program advances and enhances the status of the teaching profession in Missouri. Scholarships are awarded to active teachers or to students officially enrolled in a teacher education program and who are committed to teaching in Missouri schools. The scholarship committee includes Marcia Slaughter, chairperson; Ken Dillner, Mark Hargens, Jim Kreider, Robie Mathews, and Bill Ray. These members have been aggressive in seeking funding for the awards.

Classroom grant money is used by active classroom teachers to fund classroom projects. These grants have become more competitive as more schools learn about the grant program. It is just one way the Foundation can make an impact on the education of Missouri students and encourage classroom teachers. These two programs are very important to the Foundation as a whole and make its work rewarding.

Since the inception of Scholarships and Grant programs, the Foundation has received 485 applications for scholarships through the Foundation. Fifty-six persons have been awarded \$1,000 scholarships totaling \$56,000. Likewise, the Foundation has received 263 applications for classroom grants, 39 of which have resulted in \$500 classroom grants totaling \$19,500.

On May 22, 2011 a catastrophic EF5 tornado ripped through the central portion of Joplin, Missouri destroying 25% of the city including its public high school. Foundation donors gave \$3,040 in earmarked donations to the Bright Futures - Joplin (Missouri) for classroom grants in the public high school.

2011 MRTF Grant Winners

Karla Yung-Rock Bridge Elementary



Susan Fales, Boone County RTA President; Ryan Link, Assistant Principal; Mary Karth-Lloyd, Principal; Bill Ray, MRTF Board Member; Karla Yung, grant recipient and Kindergarten teacher; Pat Powell, MRTA Region 4 Vice President; and Mary Ridge, Boone County RTA Member.

Jodi Tompkins-Osage Middle School



Tony Slack, Principal; Jodi Tompkins, grant recipient and Computer Science teacher; and Georgia White, MRTA Region 7 Vice President.

Honoring the past and giving to the future

Scholarship and Grant Awards

2011 MRTF Grant Winners

Jamie Lynn-Lexington Middle School



Bob Burrows, Principal; Jamie Lynn, grant recipient and social studies and math teacher; Robie Mathews, MRTF Board Member; and Brad MacLaughlin, Superintendent.

Mary Rossiter-Mark Twain Elementary



Mark Hargens, MRTA President Elect; Gay Dittmore, MRTA Region 1 Vice President; Mary Rossiter, grant recipient and Kindergarten teacher; and Dr. Suzanne Tiemann, principal.

Pat Turner-Warrensburg Middle School



Jim Elliott, Principal; Pat Turner, grant recipient and Speech Pathologist; and Jan Powers, MRTA Past President.

Sara Pardeck-Branson Elementary West



Mike Dawson, Principal; Vicki Poch, 4th grade teacher; Mary Lynne Grimes, MRTA Recording Secretary; Sara Pardeck, grant recipient and 2nd grade teacher; and Evelyn Layton, Tri-Lakes RTA member.

Layne Wilson-Greenfield High School



Jeff Davis, Superintendent; Vicki Orr, MRTA Region 9 Vice President and Layne Wilson, grant winner and English teacher.

Honoring the past and giving to the future

Scholarships & Grant Awards

2011 MRTF Grant Winners

Lisa Reeves and Jenny Pendleton-Buffalo Prairie Middle School



Tim Garber, Assistant Principal; Marcia Shepherd, Dallas County RTA Sec/Treas; Lisa Reeves, grant recipient and English/Language Arts teacher; Jane Fullerton, MRTF President; Jenny Pendleton grant recipient and English/Language Arts teacher; Matt Nemo, Principal; Cay Sergent, Dallas County RTA President Elect.

Lindsay Leonard-Pilot Grove C-IV

Bill Ray, MRTF Board Member; Lindsay Leonard, grant recipient and 2nd grade literacy teacher; Owen Jackson, MRTF Board Member; and Ms. Leonard's 2nd grade class.



Laura Pezzani-Gotsch Intermediate



Nancy Craig, MRTA Region 8 Vice President; Ken Dillner, MRTF Board Member; and Laura Pezzani, grant recipient and Gifted and Accelerated Math teacher.

Angela Klaassen-Spring Garden Middle School



Mark Hargens, MRTA President Elect; Angela Klaassen, grant recipient and 8th grade Journalism teacher; and Gay Dittmore, MRTA Region1 Vice President.

Honoring the past and giving to the future

Contributions for 2011

Kyla Serrano-Grandview Middle School



Virginia Robbins, MRTA Region 2 Vice President; Kyla Serrano, grant recipient & P. E. Teacher; and Robie Mathews, MRTF Board Member.

Donna Prudhoe-Pleasant Hope R-VI



Jane Fullerton, MRTF President and Donna Prudhoe, grant recipient and 1st and 2nd grade Literacy teacher.

Wendy Rhodes and Angie VanDeren-Bolivar Primary



Bolivar Primary Kindergarten team front row, left-right: Audra Sanderson; Victoria Powell; Lori Seiner; Angie VanDeren, grant recipient; Wendy Rhodes, grant recipient; and Jane Fullerton, MRTF President. Back row, left to right: Charity Kelly, Renee Shelenhamer, Jennifer Nutt, Cathy Butler, and Lorie Buckner.

2011 MRTF Grant Winners

Sharmon Hagler-Hollister R-V Middle School

Michelle Keller, Communication Arts teacher; Mary-Lynne Grimes, MRTA Recording Secretary and Sharmon Hagler, grant recipient and Counselor.



Honoring the past and giving to the future

Acknowledgement Levels of Giving

The Foundation Board has established a uniform system that recognizes all contributors. Every effort has been made to ensure accuracy, however; if your name has been omitted, misspelled or misplaced, please accept the Foundation and staff's sincere apologies and notify the MRTF Office in order that the donor files can be corrected. Gift Categories for individuals, MRTA local units and regions, and corporations are as follows:

Gift Categories

• Legacy	\$5,000 and Higher
• Founder	\$2,500 to 4,999
• Benefactor	\$1,000 to 2,499
• Shareholder	\$500 to 999
• Partner	\$200 to 499
• Friend	\$1 to 199

All contributors are acknowledged and a note of appreciation sent upon receipt of a Foundation contribution. In past Annual Reports of the Foundation, all contributions were listed individually by Gift Category for the current year. As the number of donors has increased over the years, we have come to a time where printing the donors' names for all giving categories has exceeded 2,000. We do not wish to imply that donors have become so many that they have lost importance. However, in order to keep the cost of Annual Report printing to a minimum, the names will be printed in this publication of those persons whose cumulative donations for 2011 are greater than \$200. For those donors in the Friend giving category for 2011 (\$1 to \$199) we applaud each. Over 2,000 Friends gave an average of \$33 during 2011. The Foundation Board also wishes to recognize all contributors who have reached the Legacy Level through 2011.

Donors are also acknowledged on the "Wall of Honor" in the Foundation Lobby of the MRTA-MRTF Office Facility. In order to earn a tile on the Wall of Honor, a donor must have reached a cumulative giving level of \$200 - the Partner Category. Purchases of bricks and floor tiles not included. The goal of the Wall of Honor is two-fold: to give recognition to those donors for their past generosity and to encourage donors to continue in their giving by progressing through the ranks of the Gift Categories and moving their tiles up the giving categories on the Wall of Honor.



Carrying out certain charitable, educational, literary and scientific purposes of the Missouri Retired Teachers Association.

Honoring the past and giving to the future

Acknowledgement Levels of Giving

Donors are encouraged to continue their giving until they reach the Legacy Level (\$5,000 or greater). Once there, they are recognized with a plaque on the *Promises Kept* wall arrangement.

In addition to Promises Kept, there is a second Legacy recognition arrangement available to donors - *Promises Made*. Persons who have notified the Foundation Office that they have named the Missouri Retired Teachers Foundation as the beneficiary of their PSRS \$5,000 death benefit are recognized with a plaque on the *Promises Made* arrangement. To date, 31 donors have made this generous commitment to the Foundation.



*By giving you leave a legacy,
you create a memory that will not fade*



MRTA Region 9 Membership Chair Dan Barger presenting \$3,000 check to Kristen Dudolski, coordinator of Bright Futures - Joplin, to be used for classroom grants for Joplin public schools after the May 22, 2011 EF5 tornado demolished 25% of the city including its public high school.

Honoring the past and giving to the future

Legacy Donors

The Foundation wishes to recognize all Legacy Level donors since the inception of the Foundation. Legacy Level donors, through their generosity, have given \$5,000 or more.

Anheuser Busch
 Aronson+Johnson+Ortiz, LP
 Artio Global Investors
 Rosemary Bane
 Boone Co RTSPA
 Glenn & Anna Branson
 Ginger Breckenridge
 Bridgewater Associates, LP
 MarionBrooks
 Elizabeth Carter
 Chuck Drury, Drury Hotels
 Walter & Gail Cochran
 Anna Daniels

Maggie Elder
 William & Lena Ellis
 Mark & Vicki Hargens
 Lyle Hensley
 Bill Howell
 Ida Mae Huse
 Juanita Jackson
 Neva Johnson
 Leonard & Sherie Marek
 Missouri Retired Teachers Association
 Lee Monroe
 Ruth Morris
 Culah Nixon
 Dr. Richard Reney



Honor Patio Brick

Jo Ann Taylor Kindle
 Mary Walsh
 William Wasson
 Westwood Management Corpora-

Contributions for 2011

The following list contains the names of donors, who in 2011, gave monetary donations exceeding \$200. All persons whose monetary donations not falling in this category are contained in a binder in the Foundation Lobby. We wish to thank each and every person who gave to the Foundation to support the mission and vision of MRTF.

2011 Legacy Level Donors

Bridgewater Associates
 Juanita Jackson
 Neva Johnson
 Missouri Retired Teachers Association
 Lee E Monroe
 Culah Nixon
 Mary Walsh
 Westwood Management Corporation

2011 Benefactor Level Donors

Aronson+Johnson+Ortiz
 Artio Global Investors
 Marjorie Brown-Yokley
 Forrest T Jones & Co
 Lyle Hensley
 Ruth Morris
 William "Bill" & Mary Ray

Fostering a spirit of respect, loyalty and enthusiasm to retirees.

Honoring the past and giving to the future

Contributions for 2011

2011 Shareholder Level Donors

Larry & Betty Beal
 Boone Co RTSPA
 Maggie Elder
 Harlie & Nancy Gallatin
 Celine Greteman
 Mark & Vicki Hargens
 Jim & Debbie Kreider
 Robie Mathews
 Neon Liberty Capital Management
 John & Carolyn Taylor
 William Wasson
 Georgia & Martin White
 Frank & Naomi Williams

2011 Partner Level Donors continued

Madison Co RTA
 Terence & Regina McDaniel
 Norma McKee
 John & Anne Moyer
 Becky Osborn
 Mary Ellen Pearson
 John & Judith Pohl
 Janice Powers
 Mary Ridge
 Ron Schlimme
 Lee & Nina Schneider
 Eugene Sherrell
 John & Mary Jo Tweedie
 Jacqueline Vincent
 Webster Co NRTA
 Webster Groves MRTA Unit
 Jean & J.E. Whitener

2011 Partner Level Donors

Irene Bartow
 Glenn & Anna Branson
 Eugene L Caudle
 Christian Co RTA
 Walter & Gail Cochran
 Cole Co RTA
 Barbara H Collie
 Community Bank of Pleasant Hope
 Mary A Cook
 Nancy Craig
 Pattie S Cravens
 William G Duke III
 Karen Earnest
 Shirley A Felter
 Ilene Ford
 Delores J Foster
 Jay Lee Frost
 Jane & Mary Fullerton Family
 Charles & Leta Gass
 Gerald E Gilman
 Mary Lynne & Bob Grimes
 V Louise Hargens
 John & Carolyn Hays
 Donald T Held
 Criss A Hensley
 William A Heyde III
 Deborah Ingram
 Frances Jenkins
 Jack & Lois Jordan
 Jean W or Mary Ann Jordan
 John & Barbara Kuebler
 Lincoln Co RSP
 Joe Loewe

2011 Friend Level Donors

2,077 Friend Level Donors contributed a total of \$69,711.10 averaging \$33.56 per Friend Level Donor.
 No donation is too small! Thank you.

Honoring the past and giving to the future

Cumulative Contributions for 2001-2010

If you wish to know your cumulative donations since 2001, please call the MRT Foundation Office toll-free at 1-877-366-6782 or you can go online at www.MORTF.org. Your generosity over the years is greatly appreciated.

CONTRIBUTIONS TO MRTF ARE TAX-DEDUCTIBLE
Gift Categories
 Legacy—\$5000 plus (Legacy contributors to the Building Fund will be recognized on the Donor Wall of Fame).
 Founder—\$2,500-\$4,999 • Benefactor—\$1,000-\$2,499 • Shareholder—\$500-\$999 • Partner—\$200-\$499 • Friend—\$1-\$199
 Yes, I want to contribute to the MRTF. (ALL CONTRIBUTIONS ARE TAX DEDUCTIBLE)

Enclosed please find my tax-deductible gift of \$_____. I wish to earmark my contribution to the MRTF Building Fund MRTF Scholarship/Grant Fund MRTF Endowment Fund

Pledge – I wish to pledge an annual amount of \$_____ Please bill me annually on _____ (list date).

Beneficiary - I wish to name the MRTF Building Fund as the beneficiary of my PSRS \$5,000 death benefit. Forms will be provided to you.

I would like to discuss including the MRTF in my will or create an endowment. The Foundation Treasurer will contact you.

Name _____ Business Name _____
 Address _____ City _____ State _____ Zip Code _____
 Phone (_____) _____ Email _____

Your contribution is greatly appreciated and will promptly be acknowledged. Recognition of your support will be announced at www.mortf.org. Please enclose this form along with your check payable to the MRT Foundation in an envelope and mail to:
 Missouri Retired Teachers Foundation • 3030 Dupont Circle • Jefferson City, MO 65109

VISA MasterCard Discover

Name on Card _____ Exp. Date _____
 Card Number

New Office Facility Photographs



Above: Picture of MRTA Building at Night



2010 MRTA Lifetime members Board Room



MRTA/MRTF - Marquee Sign



MRTF Classroom Center

Honoring the past and giving to the future

2011 Financial Reports

Marberry & Eagle, P.C.
Certified Public Accountants
414 East Broadway, Suite 200
Columbia, MO 65201

Independent Accountants' Compilation Report

To the Board of Directors
Missouri Retired Teachers Foundation
Jefferson City, Missouri

We have compiled the accompanying statements of assets, liabilities and net assets - modified cash basis of Missouri Retired Teachers Foundation (A non-profit organization) as of December 31, 2011 and 2010, and the related statements of revenues, expenses, and change in net assets - modified cash basis for the years then ended. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the cash basis of accounting.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The supplementary information contained in Schedule I is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

Marberry & Eagle, P.C.
Certified Public Accountants
May 14, 2012

2011 Financial Reports

Statements of Assets, Liabilities and Net Assets - Modified Cash As of December 31, 2011 and 2010

	Assets	
	<u>2011</u>	<u>2010</u>
Current Assets		
Cash and Cash Equivalents	\$ 8,978	\$ 10,264
Total Current Assets	<u>8,978</u>	<u>10,264</u>
Fixed Assets		
Land	140,000	140,000
Equipment & Furnishings	51,531	51,531
Building	772,238	772,238
Less Accumulated Depreciation	<u>(95,934)</u>	<u>(71,177)</u>
Total Fixed Assets	<u>867,835</u>	<u>892,592</u>
Other Assets		
Endowment Funds	<u>1,481</u>	<u>80</u>
Total Other Assets	<u>1,481</u>	<u>80</u>
Total Assets	<u>\$ 878,294</u>	<u>\$ 902,936</u>
	Liabilities and Net Assets	
	<u>2011</u>	<u>2010</u>
Long Term Liabilities		
Note Payable - Building	\$ 123,807	\$ 262,276
Total Long Term Liabilities	<u>123,807</u>	<u>262,276</u>
Total Liabilities	<u>123,807</u>	<u>262,276</u>
Net Assets		
Unrestricted	753,006	640,580
Permanently Restricted	<u>1,481</u>	<u>80</u>
Total Net Assets	<u>754,487</u>	<u>640,660</u>
Total Liabilities and Net Assets	<u>\$ 878,294</u>	<u>\$ 902,936</u>

2011 Financial Reports

Statements of Revenue, Expenses and Change in Net Assets - Modified Cash Basis For the Years Ended December 31, 2011

	<u>2011</u>		<u>2010</u>
	Unrestricted	Permanently Restricted	
Revenue			
MRTA Donations	\$ 38,027	\$ -	\$ 48,358
Scholarships Grant	6,105	-	7,710
General Donations	2,474	-	50
Building Fund	123,570	-	126,239
Rental Income	29,834	-	29,798
Miscellaneous	195	-	-
Interest Earned	8	-	7
Endowment Fund	-	1,401	100
Total Revenue	<u>200,213</u>	<u>1,401</u>	<u>212,262</u>
Operating Expenses			
Administrative Expenses			
Building Maintenance	-	-	1,039
Depreciation	24,757	-	37,361
MRTF Interest	11,492	-	19,525
Miscellaneous Expense	95	-	50
Office Expenses	998	-	69
Part time Employees	2,326	-	2,173
Payroll Processing Fees	353	-	317
Payroll Taxes	178	-	142
Professional Fees	(480)	-	9,212
Tax Preparation	1,095	-	1,075
Total Administrative Expenses	<u>40,814</u>	<u>-</u>	<u>70,963</u>
Program Services Expenses			
Meetings	665	-	1,493
Postage	5,830	-	7,602
Printing	23,097	-	7,755
Scholarships	10,540	-	6,372
Supplies Expense	6,841	-	10,688
Total Program Services Expenses	<u>46,973</u>	<u>-</u>	<u>33,910</u>
Fundraising Expenses			
Total Operating Expenses	<u>87,787</u>	<u>-</u>	<u>104,873</u>
Change in Net Assets	112,426	1,401	107,389
Net Assets, Beginning of Year	640,580	80	533,271
Net Assets, End of Year	<u>\$ 753,006</u>	<u>\$ 1,481</u>	<u>\$ 640,660</u>

Honoring the past and giving to the future

2011 Financial Reports

Missouri Retired Teachers Foundation
Notes to Financial Statements - Modified Cash Basis
December 31, 2011

Note 1: Summary of Significant Accounting Policies

Organization

The Missouri Retired Teachers Foundation is a non profit organization organized in the State of Missouri in 2001. The Foundation is organized to carry out and promote certain charitable, educational, scientific and literary purposes. It will award grants and scholarships to students enrolled in teacher education programs and also support active teachers in extending their professional training.

Basis of Accounting

The Foundation uses the modified cash method of reporting income and disbursements. Revenues are recognized upon receipt of the funds and expenditures are recognized upon actual cash disbursement. This is a comprehensive basis of accounting other than generally accepted accounting principles because certain revenues and related assets are recognized when received rather than when earned and certain expenses and related liabilities are recognized when paid rather than when the obligation is incurred.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents.

Property and Equipment

Property and Equipment are carried at cost. Depreciation is calculated using MACRS over the estimated useful lives of 39 years for the building and 5 years for equipment and furnishings.

Estimates

The preparation of financial statements requires management to make estimates and assumptions that effect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Revenue Recognition

All contributions are considered available for the Foundation's general purpose programs unless specifically restricted by the donor. Contributions received with temporary restrictions that are met in the same reporting period are reported as unrestricted support and increases unrestricted net assets.

Note 2: Property and Equipment

Property and equipment balances consist of:

Land	\$140,000
Building	772,238
Equipment and Furnishings	51,530
Less Accumulated Depreciation	(95,934)
Total	<u>\$ 867,834</u>

As of December 31, 2011 and 2010, the depreciation expense was \$24,757 and \$37,361, respectively.

Contributions for 2011

Missouri Retired Teachers Foundation
Notes To Financial Statements - Cash Basis
December 31, 2011

Note 3: Income Tax

The Missouri Retired Teachers Foundation is recognized by the Internal Revenue Service as a non taxable organization under Section 501(c)(3) of the Internal Revenue Code. Donations to the organization are deductible under Section 170 of the Code and expenditures are to be used only for educational and charitable purposes.

Note 4: Concentration of Credit Risk

The Foundation maintains its cash balances in one financial institution located in Jefferson City, Missouri. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000 for interest bearing accounts and carries unlimited insurance for non-interest bearing transactions through December 31, 2011. At December 31, 2011 and 2010, the uninsured cash balances total \$-0- and \$-0-, respectively.

Note 5: Long-Term Debt

The Foundation entered a commercial loan agreement for the construction of an office building with Central Trust Bank in the amount of \$400,000, with interest at 5.5%, as of October 22, 2009 and maturing on November 22, 2034 with monthly installment payments of \$2,455. Additional principle payments of \$120,500 were made during 2011 reducing the loan amount to \$123,807 as of December 31, 2011.

Scheduled maturities of long-term debt for years subsequent to December 31, 2011, are as follows:

2012	23,230
2013	24,541
2014	25,925
2015	27,388
2016	<u>22,723</u>
	<u>\$123,807</u>

Note 6: Lease agreement with Missouri Retired Teachers Association

The Missouri Retired Teachers Foundation (MRTF) has entered into an agreement to lease office space in the newly constructed building to the Missouri Retired Teachers Association (MRTA). The monthly rent charged to MRTA of \$2,455 will mirror the monthly sum due from MRTF to Central Trust Bank for the initial construction of the building.

Note 7: Endowment Fund

Donor-designated endowment donations are reported as permanently restricted net assets and earnings from the endowment may be designated by the donor or used to promote the programs of the Organization.

	2011 Permanently Restricted	2010 Permanently Restricted
Endowment net assets, beginning of year	\$ 80	\$-0-
Contributions	<u>1,401</u>	<u>80</u>
Endowment net assets, end of year	<u>\$1,481</u>	<u>\$80</u>