

**The ARRL Foundation, Inc.**

**Report on Financial Statements  
(With Supplementary Information)**

**Years Ended June 30, 2009 and 2008**

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# THE ARRL FOUNDATION, INC.

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## **Report of Independent Public Accountants**

To the Board of Directors  
The ARRL Foundation, Inc.

We have audited the accompanying statements of financial position of The ARRL Foundation, Inc. (the "Foundation") 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 Foundation'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 ARRL Foundation, Inc. as of June 30, 2009 and 2008, and the changes in its net assets and cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The accompanying information on pages 15 and 16 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 audits 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.

Glastonbury, Connecticut

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THE ARRL FOUNDATION, INC.

STATEMENTS OF FINANCIAL POSITION  
JUNE 30, 2009 AND 2008

**ASSETS**

	<u>2009</u>	<u>2008</u>
Assets:		
Cash and cash equivalents	\$ 133,001	\$ 98,610
Investments	2,204,905	2,379,835
Interest receivable	17,420	15,602
Total assets	<u>\$ 2,355,326</u>	<u>\$ 2,494,047</u>

**LIABILITIES AND NET ASSETS**

Liabilities	<u>\$ -</u>	<u>\$ -</u>
Commitments		
Net assets:		
Unrestricted	(45,506)	66,647
Temporarily restricted	1,140,417	1,191,614
Permanently restricted	1,260,415	1,235,786
Total net assets	<u>2,355,326</u>	<u>2,494,047</u>
Total liabilities and net assets	<u>\$ 2,355,326</u>	<u>\$ 2,494,047</u>

See Notes to Financial Statements.

**THE ARRL FOUNDATION, INC.**

**STATEMENTS OF ACTIVITIES**

**YEARS ENDED JUNE 30, 2009 AND 2008**

	2009				2008			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Public support and other revenue:								
Contributions	\$ 5,807	\$ 48,361	\$ 24,629	\$ 78,797	\$ 6,191	\$ 56,006	\$ 96,671	\$ 158,868
Investment income, net	5,330	138,087	-	143,417	5,440	120,074	-	125,514
Net assets released from restrictions	123,380	(123,380)	-	-	102,340	(102,340)	-	-
	<u>134,517</u>	<u>63,068</u>	<u>24,629</u>	<u>222,214</u>	<u>113,971</u>	<u>73,740</u>	<u>96,671</u>	<u>284,382</u>
Expenditures:								
Scholarships	96,728	-	-	96,728	76,554	-	-	76,554
Grants	15,626	-	-	15,626	4,107	-	-	4,107
Administrative	27,215	-	-	27,215	26,507	-	-	26,507
	<u>139,569</u>	<u>-</u>	<u>-</u>	<u>139,569</u>	<u>107,168</u>	<u>-</u>	<u>-</u>	<u>107,168</u>
Excess (deficiency) of public support and other revenue over expenditures	(5,052)	63,068	24,629	82,645	6,803	73,740	96,671	177,214
Realized and unrealized loss on investments	(107,101)	(114,265)	-	(221,366)	(78,563)	(73,359)	-	(151,922)
Change in net assets	(112,153)	(51,197)	24,629	(138,721)	(71,760)	381	96,671	25,292
Net assets, beginning of year, as previously reported	66,647	1,191,614	1,235,786	2,494,047	162,419	1,167,221	1,139,115	2,468,755
Cumulative effect of adoption of provisions of FSP FAS 117-1	-	-	-	-	(24,012)	24,012	-	-
Net assets, beginning of year, as restated	<u>66,647</u>	<u>1,191,614</u>	<u>1,235,786</u>	<u>2,494,047</u>	<u>138,407</u>	<u>1,191,233</u>	<u>1,139,115</u>	<u>2,468,755</u>
Net assets, end of year	<u>\$ (45,506)</u>	<u>\$ 1,140,417</u>	<u>\$ 1,260,415</u>	<u>\$ 2,355,326</u>	<u>\$ 66,647</u>	<u>\$ 1,191,614</u>	<u>\$ 1,235,786</u>	<u>\$ 2,494,047</u>

See Notes to Financial Statements.

**THE ARRL FOUNDATION, INC.**

**STATEMENTS OF CASH FLOWS  
YEARS ENDED JUNE 30, 2009 AND 2008**

	<b>2009</b>	<b>2008</b>
Operating activities:		
Change in net assets	<b>\$ (138,721)</b>	\$ 25,292
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Receipts to establish or increase permanent endowment	<b>(24,629)</b>	(96,671)
Unrealized loss on investments	<b>198,929</b>	143,148
Realized loss on investments	<b>22,437</b>	8,774
Change in operating asset:		
Interest receivable	<b>(1,818)</b>	2,053
Net cash provided by operating activities	<b>56,198</b>	82,596
Investing activities:		
Proceeds from sale of investments	<b>357,656</b>	969,235
Purchases of investments	<b>(404,092)</b>	(1,219,435)
Net cash used in investing activities	<b>(46,436)</b>	(250,200)
Financing activities:		
Receipts to establish or increase permanent endowment	<b>24,629</b>	96,671
Net increase (decrease) in cash and cash equivalents	<b>34,391</b>	(70,933)
Cash and cash equivalents, beginning of year	<b>98,610</b>	169,543
Cash and cash equivalents, end of year	<b>\$ 133,001</b>	\$ 98,610

See Notes to Financial Statements.

# THE ARRL FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

### Note 1 - Organization and summary of significant accounting policies:

#### Organization:

The ARRL Foundation, Inc. (the "Foundation") was incorporated as a not-for-profit corporation in September 1973 to administer programs to support the Amateur Radio community. The Foundation awards scholarships for higher education and awards grants for the development of Amateur satellite programs and other innovative programs related to the mission of The America Radio Relay League, Inc. ("ARRL").

#### Basis of presentation:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The financial statements report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted. They are described as follows:

Unrestricted - Net assets that are not subject to explicit donor-imposed stipulations. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.

Temporarily Restricted - Net assets whose use by the Foundation is subject to either explicit donor-imposed stipulations or by operation of law that can be fulfilled by actions of the Foundation or that expire by the passage of time.

Permanently Restricted - Net assets subject to explicit donor-imposed stipulations that they be maintained permanently by the Foundation and stipulate the use of income and/or appreciation as temporarily restricted based on donor imposed stipulations or by operation of law.

#### Fair value measurements:

Effective July 1, 2008, the Foundation adopted the portion of Statement of Financial Accounting Standards ("SFAS") No. 157, "Fair Value Measurements" ("SFAS 157") that has not been delayed. SFAS 157 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date (an exit price). SFAS 157 emphasizes that fair value is a market-based measurement that should be determined based on the assumptions market participants would use in pricing the asset or liability. As a basis for considering market participant assumptions in fair value measurements, SFAS 157 establishes a fair value hierarchy that distinguishes between (1) market participant assumptions developed based on market data obtained from sources independent of the reporting entity (observable inputs) and (2) the reporting entity's own assumptions about market participant assumptions developed based on the best information available in the circumstances (unobservable inputs).

## THE ARRL FOUNDATION, INC.

### NOTES TO FINANCIAL STATEMENTS

**Note 1 - Organization and summary of significant accounting policies (continued):  
Fair value measurements (concluded):**

The Foundation has not adopted the portion of SFAS 157 that was delayed until next fiscal year by the Financial Accounting Standards Board ("FASB").

The fair value hierarchy prioritizes the inputs to valuation techniques used to measure fair value into three broad levels, as follows:

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity has the ability to access at the measurement date. An active market for the asset or liability is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide information on an ongoing basis.

Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. If the asset or liability has a specified (contractual) term, a Level 2 input must be observable for substantially the full term of the asset or liability. Level 2 inputs include the following:

- a. Quoted prices for similar assets or liabilities in active markets
- b. Quoted prices for identical or similar assets or liabilities in markets that are not active
- c. Inputs other than quoted prices that are observable for the asset or liability
- d. Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 inputs are unobservable inputs for the asset or liability. Unobservable inputs are used to measure fair value to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset or liability at the measurement date. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk). Unobservable inputs are developed based on the best information available in the circumstances, which might include the reporting entity's own data. However, market participant assumptions cannot be ignored and, accordingly, the reporting entity's own data used to develop unobservable inputs are adjusted if information is reasonably available without undue cost and effort that indicates that market participants would use different assumptions.

The fair value hierarchy of SFAS 157 gives the highest priority to Level 1 inputs and the lowest priority to Level 3 inputs.

# THE ARRL FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

### **Note 1 - Organization and summary of significant accounting policies (continued):**

#### **Tax status:**

The Foundation is exempt under Section 501(c)(3) of the Internal Revenue Code ("IRC") and is exempt from private foundation status under IRC Section 509(a)(3) and as such is not subject to Federal or state income taxes.

The Foundation has elected to defer the provisions of FASB Interpretation No. 48 ("FIN 48"), "Accounting for Uncertainty in Income Taxes, an Interpretation of SFAS No. 109", under the provisions of FASB Staff Position FIN 48-3 until its required effective date of July 1, 2009. The Foundation currently uses a SFAS No. 5, "Loss Contingencies" approach for evaluating uncertain tax positions and continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

#### **Cash equivalents:**

Cash and cash equivalents include all cash balances and highly liquid short-term instruments with an original maturity of three months or less when acquired. Cash equivalents were \$130,251 and \$94,623 as of June 30, 2009 and 2008, respectively.

#### **Investments:**

The Foundation reports investments at fair value and reflects any gain or loss in the statement of activities. Common stocks, U.S. Government bonds and corporate bonds are valued at the closing market prices or, in the absence thereof, the latest available quotes by a designated broker. Preferred stocks are valued at the closing market prices or, in the absence thereof, a pricing model is used to develop a value based on securities with similar characteristics. Investment income and gains and losses are considered unrestricted unless temporarily restricted by donor stipulation or by operation of law.

#### **Contributions:**

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restrictions expire in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets depending on the nature of the restriction. When a 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.

# THE ARRL FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

### **Note 1 - Organization and summary of significant accounting policies (concluded):**

#### **Endowment and spending policy:**

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in accordance with sound investment practices that emphasize long-term investment fundamentals. It is recognized that short-term market fluctuations may cause variations in account performance.

To satisfy its long-term rate of return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

The Foundation has a policy of appropriating funds for distribution based on an annual review of investment results, available net assets and scholarship requests. The Board of Directors then votes on an annual basis to award funds to individuals that meet certain criteria. In establishing this policy, the Foundation considered the long term expected return on its endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment to grow at 4%. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

#### **Use of estimates:**

The preparation of the Foundation's financial statements in conformity with accounting principles generally accepted 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.

#### **Subsequent events:**

The Foundation has evaluated events and transactions for potential recognition or disclosure through \_\_\_\_\_, which is the date the financial statements were available to be issued.

### **Note 2 - Concentration of credit risk:**

Financial instruments which potentially subject the Foundation to concentrations of credit risk consist primarily of cash, cash equivalents and investments. The Foundation maintains its cash and cash equivalents with high-credit quality financial institutions. At times, such amounts may exceed Federally insured limits.

**THE ARRL FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**Note 2 - Concentration of credit risk (concluded):**

At June 30, 2009, the Foundation's cash and cash equivalents balance did not exceed the Federally insured limit.

The Foundation invests in various debt and equity securities. These investment securities are exposed to interest rate, market, credit and other risks depending on the nature of the specific investment. Accordingly, it is at least reasonably possible that these factors will result in changes in the value of the Foundation's investments which could materially affect amounts reported in the financial statements.

**Note 3 - Investments:**

Investments are carried at fair value. The following summarizes the relationship between the cost and fair values as presented in the financial statements as of June 30:

	<b>Cost</b>	<b>Fair Value</b>	<b>Unrealized Gain (Loss)</b>
<b>2009:</b>			
U.S. Government bonds	\$ 38,380	\$ 51,066	\$ 12,686
Corporate bonds	1,014,192	986,120	(28,072)
Common stocks	450,895	403,609	(47,286)
Preferred stocks	932,816	692,222	(240,594)
Other	54,293	71,888	17,595
<b>Totals</b>	<u>\$ 2,490,577</u>	<u>\$ 2,204,905</u>	<u>(285,671)</u>
<b>2008:</b>			
U.S. Government bonds	\$ 138,380	\$ 149,233	\$ 10,853
Corporate bonds	866,328	823,195	(43,133)
Common stocks	435,195	491,190	55,995
Preferred stocks	950,000	823,208	(126,792)
Other	76,674	93,009	16,335
<b>Totals</b>	<u>\$ 2,466,577</u>	<u>\$ 2,379,835</u>	<u>(86,742)</u>
Net unrealized loss for the year ended June 30, 2009			(198,929)
Realized loss			(22,437)
			<u>(221,366)</u>
Realized loss and unrealized loss allocated to investment income under temporarily restricted net assets			(114,265)
Realized loss and unrealized loss under unrestricted net assets			<u>\$ (107,101)</u>
Net unrealized loss for the year ended June 30, 2008			(143,148)
Realized loss			(8,774)
			<u>(151,922)</u>
Realized loss and unrealized loss allocated to investment income under temporarily restricted net assets			(73,359)
Realized loss and unrealized loss under unrestricted net assets			<u>\$ (78,563)</u>

# THE ARRL FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

### Note 4 - Fair value measurements:

The Foundation's assets measured at fair value at June 30, 2009, have been categorized in the table based upon the fair value hierarchy in accordance with SFAS 157:

	Level 1	Level 2	Level 3	Total
U.S. Government bonds	\$ -	\$ 51,066	\$ -	\$ 51,066
Corporate bonds	-	986,120	-	986,120
Common stocks	403,609	-	-	403,609
Preferred stocks	692,222	-	-	692,222
Other	19,908	51,980	-	71,888
Total assets at fair value	<u>\$ 1,115,739</u>	<u>\$ 1,089,166</u>	<u>\$ -</u>	<u>\$ 2,204,905</u>

The fair value of U.S. Government bonds and corporate bonds are estimated using market price quotations (where observable), recently executed transactions or bond spreads of the issuer. If the spread data does not reference the issuer, then data that references a comparable issuer is used. When observable price quotations are not available, fair value is determined based on cash flow models with yield curves or bond spreads.

Investments in common stocks that are listed on a national securities exchange or reported on the NASDAQ national market are valued at their last sales price on the valuation date. In the absence thereof, a pricing model is used to develop a value based on securities with similar characteristics.

Investments in preferred stocks that are listed on a national securities exchange or reported on the NASDAQ national market are valued at their last sales price on the valuation date, in the absence thereof, a pricing model is used to develop a value based on securities with similar characteristics.

Other investments are valued at their last sales price on the valuation date. In the absence thereof, a pricing model is used to develop a value based on securities with similar characteristics.

### Note 5 - Contributions restricted by donors:

The Foundation receives donor contributions which are restricted for specific purposes as specified by the donors. These restricted contributions are administered by designated officials of the Foundation in accordance with the directions of the donors and are presented in further detail on the Restricted Fund Summary on pages 15 and 16.

### Note 6 - Permanently restricted net assets:

Permanently restricted net assets are the principal portion of the endowment fund investments. Income generated from these assets are temporarily restricted for use as scholarships and grant awards. These assets are presented in further detail on the Restricted Fund Summary on pages 15 and 16.

**THE ARRL FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**Note 7 - Endowment:**

The Foundation adopted the provisions of FSP FAS 117-1 "Endowments of Not-for-Profit Organizations: Net Asset Classification of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act, and Enhanced Disclosures for All Endowment Funds" during the year. The Foundation's endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by accounting principles generally accepted in the United States of America, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. The Board of Directors has interpreted the Connecticut Uniform Prudent Management of Institutional Funds Act ("CTUPMIFA") as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation the Foundation classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Board of Directors in a manner consistent with the standard of prudence prescribed by CTUPMIFA.

Endowment net asset composition by type of fund as of June 30, 2009 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	\$ -	\$ 111,712	\$ 1,260,415	\$ 1,372,127

Changes in Endowment net assets for the year ended June 30, 2009 is as follows:

Endowment net assets, beginning of year	\$ -	\$ 198,772	\$ 1,238,786	\$ 1,434,558
Investment income	-	83,184	-	83,184
Net realized and unrealized depreciation	-	(114,265)	-	(114,265)
Contributions	-	4,000	24,629	
Amounts appropriated for expenditure	-	(59,979)	-	(59,979)
Endowment net assets, end of year	\$ -	\$ 111,712	\$ 1,260,415	\$ 1,372,127

**THE ARRL FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**Note 7 - Endowment (concluded):**

Endowment net asset composition by type of fund as of June 30, 2008 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	<u>\$ -</u>	<u>\$ 198,772</u>	<u>\$ 1,235,786</u>	<u>\$ 1,434,558</u>

Changes in Endowment net assets for the year ended June 30, 2008 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ -	\$ 213,499	\$ 1,139,115	\$ 1,352,614
Net asset reclassification based on change in law	-	24,012	-	24,012
Endowment net assets after reclassification	-	237,511	1,139,115	1,376,626
Investment income	-	70,144	-	70,144
Net realized and unrealized depreciation	-	(73,359)	-	(73,359)
Contributions	-	4,000	96,671	100,671
Amounts appropriated for expenditure	-	(39,524)	-	(39,524)
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 198,772</u>	<u>\$ 1,235,786</u>	<u>\$ 1,434,558</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or applicable law requires the Foundation to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, deficiencies of this nature that are reported in unrestricted net assets were \$11,752 and \$3,349 as of June 30, 2009 and 2008, respectively. These deficiencies resulted from unfavorable market fluctuations that occurred during the year.

**Note 8 - Commitments:**

The Foundation administers the William R. Goldfarb Memorial Scholarship which provides a meritorious young Amateur Radio operator a full scholarship. The scholarships will fund costs not already covered through financial aid or other scholarships. These scholarships are subject to certain performance requirements and are contingent upon an annual reassessment of need.

**THE ARRL FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**Note 8 - Commitments (concluded):**

In addition, the Foundation has approved numerous partial scholarships to students that have met certain criteria in accordance with the scholarship and are contingent upon the students attending school in the fall and spring semesters.

**Note 9 - Related party transactions:**

The Foundation has some common Board of Director members with ARRL. ARRL performs administrative services for the Foundation and charges administrative fees which were \$15,019 and \$13,301 for the years ended June 30, 2009 and 2008, respectively.

A member of the Foundation's Board of Directors provided investment advisory services to the Foundation in the amounts of \$5,640 and \$6,191 for the years ended June 30, 2009 and 2008, respectively.

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THE ARRL FOUNDATION, INC.

RESTRICTED FUND SUMMARY  
YEAR ENDED JUNE 30, 2009

Fund Name	Balance 7/1/2008	Contributions	Investment Income, Net	Realized and Unrealized Gain (Loss)	Expenditures	Balance 6/30/2009
Donald Riebhoff Mem Scholarship	\$ 15,357	\$ -	\$ 880	\$ -	\$ (167)	\$ 16,070
General Scholarship	64,797	3,173	3,622	-	(2,711)	68,881
J Bieberman Merit Member Fund	13,331	50	764	-	(145)	14,000
P and H Grauer Scholarship	53,503	-	3,014	-	(1,572)	54,945
PF Hadlock Mem Scholarship	3,076	-	176	-	(35)	3,217
ARRL Scholarship B Goldwater	37,897	1,749	2,200	-	(429)	41,417
VC ClarkYouth Incentive Program	14,199	2,110	845	-	(174)	16,980
World Admn Radio Conference Fund	2,574	-	147	-	(28)	2,693
FR McDaniel Mem Scholarship	20,069	-	1,124	-	(714)	20,479
You've Got a Friend in PA	91,462	-	5,137	-	(2,973)	93,626
Edmond A Metzger Scholarship	12,017	-	662	-	(625)	12,054
L Phil Wicker Scholarship	60,511	-	3,415	-	(1,648)	62,278
W Bennett Mem Scholarship	10,972	-	603	-	(614)	10,961
Dr JL Lawson Mem Scholarship	23,279	-	1,308	-	(749)	23,838
Charles N Fisher Mem Scholarship	55,667	-	3,137	-	(1,595)	57,209
K2TE0 MJ Green Sr Mem	1,281	1,019	48	-	(1,013)	1,335
PHD ARA Scholarships	31,271	-	1,740	-	(1,329)	31,682
Six Meter Club Chicago Scholarship	12,755	-	705	-	(634)	12,826
New England FEMARA Scholarship	126,520	-	7,044	-	(5,335)	128,229
Mississippi Scholarship	19,256	-	1,103	-	(211)	20,148
T and J Comstock Scholarship	2,568	2,000	92	-	(2,025)	2,635
IW Cook WA0CGS Scholarship	32,706	-	1,822	-	(1,344)	33,184
Nemal Electronics Scholarship	1,149	-	15	-	(1,002)	162
C Clark Cordle Mem Scholarship	33,472	-	1,867	-	(1,356)	33,983
Michael J Flosi Mem Scholarship	540	-	31	-	(5)	566
Chicago FM Club Scholarship	3,232	500	188	-	(535)	3,385
Mary Lou Brown Scholarship	59,847	-	3,301	-	(3,123)	60,025
ARRL Scout Handbook Fund	233	-	14	-	(3)	244
E "Gene" Sallee Mem Scholarship	1,051	500	75	-	(17)	1,609
AARC/Toby Cross Scholarship	153	-	10	-	(3)	160
Earl I. Anderson Scholarship	14,950	-	665	-	(3,871)	11,744
Indiana Digital Exp Scholarship	127	-	7	-	(2)	132
Member to Member Matching Fund	1,342	-	77	-	(15)	1,404
Francis Walton Mem Scholarship	1,859	-	106	-	(19)	1,946
Central Arizona DX Association	1,086	2,000	98	-	(528)	2,656
Bill Orr W6SAI Tch Writing Award	1,805	-	97	-	(405)	1,497
WRTC USA Youth Fund	590	-	33	-	(7)	616
NE Strohmeier Mem Scholarship	4,191	-	214	-	(541)	3,864
YCCC Yankee Clipper Contest	2,206	600	56	-	(1,513)	1,349
Albert H. Hix, W8AH Memorial	2,225	-	102	-	(519)	1,808
Jean R. Cebik Mem Scholarship	40,303	-	2,257	-	(1,427)	41,133
Carole Streeter Scholarship	22,210	50	1,234	-	(980)	22,514
Louisiana Memorial	2,434	500	126	-	(525)	2,535
Seth Horen K1LOM Mem Scholarship	240	10	14	-	(2)	262
Yasme Foundation Scholarship	10,780	10,000	344	-	(10,102)	11,022
Challenge Met Scholarship	1,973	100	65	-	(1,011)	1,127
N. California DX Assoc. Scholarship	3,096	-	25	-	(3,000)	121
Bendrickson Scholarship	52,407	-	2,951	-	(1,561)	53,797
Peoria Area ARC Scholarship	2,449	500	127	-	(526)	2,550
Wagner K30MI	1,037	1,000	26	-	(1,010)	1,053
Zachary Taylor Stevens Mem Scholarship	5,222	1,500	56	-	(10)	1,024
Misek N8NPX Mem Scholarship	4,673	-	192	-	(1,534)	3,331
Bill Salerno, W2ONV Mem Scholarship	11,527	17,000	715	-	(1,134)	28,108
Porter Scholarship	5,109	-	227	-	(1,045)	4,291
H. Broughton K2AE Scholarship Earnings	12,345	-	7,935	(12,362)	(2,506)	5,412
WR Goldfarb Mem Scholarship Earnings	180,122	-	63,204	(87,371)	(49,962)	105,993
N TX B Nelson Mem Scholarship Earnings	318	-	48	(51)	(8)	307
IRARC Mem/JP Rubino Earnings	-	-	1,191	(965)	(226)	-
Dayton Amateur Radio Assoc Earnings	5,987	4,000	7,405	(11,782)	(5,610)	-
Morris Radio Club of NJ Scholarship Earnings	-	-	1,828	(481)	(1,347)	-
Ray N0RP & Katie W0KTE Pautz Memorial Earnings	-	-	1,573	(1,253)	(320)	-
<b>Total Temporarily Restricted Funds</b>	<b>\$ 1,191,614</b>	<b>\$ 48,361</b>	<b>\$ 138,087</b>	<b>\$ (114,265)</b>	<b>\$ (123,380)</b>	<b>\$ 1,140,417</b>
H. Broughton K2AE	\$ 119,551	\$ -	\$ -	\$ -	\$ -	\$ 119,551
Wm. R. Goldfarb Memorial	919,064	-	-	-	-	919,064
N. TX KB5BNU Nelson Memorial	500	-	-	-	-	500
IRARC Memorial, JP Rubino	20,000	-	-	-	-	20,000
Dayton Amateur Radio Assoc Scholarship	120,000	20,000	-	-	-	140,000
Morris Radio Club of NJ Scholarship	31,671	100	-	-	-	31,771
Ray N0RP & Katie W0KTE Pautz Memorial	25,000	4,529	-	-	-	29,529
<b>Total Permanently Restricted Funds</b>	<b>\$ 1,235,786</b>	<b>\$ 24,629</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,260,415</b>

See Report of Independent Public Accountants.

THE ARRL FOUNDATION, INC.

RESTRICTED FUND SUMMARY  
YEAR ENDED JUNE 30, 2008

Fund Name	Balance 7/1/2007 As Originally Reported	Reclassification From Adoption of FSP FAS 117-1	Balance 7/1/2007 As Restated	Contributions	Investment Income, Net	Realized and Unrealized Gain (Loss)	Expenditures	Balance 6/30/2008
Donald Riebhoff Mem Scholarship	\$ 14,731	\$ -	\$ 14,731	\$ -	\$ 786	\$ -	\$ (160)	\$ 15,357
General Scholarship	58,359	-	58,359	4,912	3,198	-	(1,672)	64,797
J Bieberman Merit Member Fund	12,788	-	12,788	-	683	-	(140)	13,331
P and H Grauer Scholarship	52,319	-	52,319	-	2,744	-	(1,560)	53,503
PF Hadlock Mem Scholarship	2,950	-	2,950	-	158	-	(32)	3,076
ARRL Scholarship B Goldwater	36,353	-	36,353	-	1,941	-	(397)	37,897
VC ClarkYouth Incentive Program	13,059	-	13,059	575	711	-	(146)	14,199
World Admn Radio Conference Fund	2,469	-	2,469	-	132	-	(27)	2,574
FR McDaniel Mem Scholarship	19,749	-	19,749	-	1,030	-	(710)	20,069
You've Got a Friend in PA	89,727	-	89,727	-	4,692	-	(2,957)	91,462
Edmond A Metzger Scholarship	12,025	-	12,025	-	617	-	(625)	12,017
L Phil Wicker Scholarship	59,053	-	59,053	-	3,085	-	(1,627)	60,511
W Bennett Mem Scholarship	11,023	-	11,023	-	564	-	(615)	10,972
Dr JL Lawson Mem Scholarship	22,828	-	22,828	-	1,194	-	(743)	23,279
Charles N Fisher Mem Scholarship	54,395	-	54,395	-	2,855	-	(1,583)	55,667
K2TE0 MJ Green Sr Mem	1,183	-	1,183	1,063	42	-	(1,007)	1,281
PHD ARA Scholarships	30,993	-	30,993	-	1,605	-	(1,327)	31,271
Six Meter Club Chicago Scholarship	12,733	-	12,733	-	655	-	(633)	12,755
New England FEMARA Scholarship	125,349	-	125,349	-	6,495	-	(5,324)	126,520
Mississippi Scholarship	18,279	-	18,279	200	977	-	(200)	19,256
T and J Comstock Scholarship	2,495	-	2,495	2,000	87	-	(2,014)	2,568
IW Cook WA0CGS Scholarship	32,369	-	32,369	-	1,679	-	(1,342)	32,706
Nemal Electronics Scholarship	2,098	-	2,098	-	63	-	(1,012)	1,149
C Clark Cordle Mem Scholarship	33,104	-	33,104	-	1,718	-	(1,350)	33,472
Michael J Flosi Mem Scholarship	518	-	518	-	28	-	(6)	540
Chicago FM Club Scholarship	3,092	-	3,092	-	176	-	(36)	3,232
Mary Lou Brown Scholarship	59,899	-	59,899	-	3,075	-	(3,127)	59,847
ARRL Scout Handbook Fund	223	-	223	-	12	-	(2)	233
E "Gene" Sallee Mem Scholarship	1,008	-	1,008	-	54	-	(11)	1,051
AARC/Toby Cross Scholarship	147	-	147	-	8	-	(2)	153
Earl I. Anderson Scholarship	18,076	-	18,076	-	780	-	(3,906)	14,950
Indiana Digital Exp Scholarship	122	-	122	-	6	-	(1)	127
Member to Member Matching Fund	1,287	-	1,287	-	69	-	(14)	1,342
Francis Walton Mem Scholarship	1,783	-	1,783	-	95	-	(19)	1,859
Central Arizona DX Association	1,540	-	1,540	-	58	-	(512)	1,086
Bill Orr W6SAI Tch Writing Award	2,107	-	2,107	-	106	-	(408)	1,805
WRTC USA Youth Fund	566	-	566	-	30	-	(6)	590
NE Strohmeier Mem Scholarship	4,020	-	4,020	-	215	-	(44)	4,191
YCCC Yankee Clipper Contest	1,081	-	1,081	2,100	35	-	(1,010)	2,206
Albert H. Hix, W8AH Memorial	2,592	-	2,592	42	114	-	(523)	2,225
Jean R. Cebik Mem Scholarship	39,657	-	39,657	-	2,068	-	(1,422)	40,303
Carole Streeter Scholarship	22,052	-	22,052	-	1,140	-	(982)	22,210
Louisiana Memorial	1,621	-	1,621	735	101	-	(23)	2,434
Seth Horen K1LOM Mem Scholarship	684	-	684	45	13	-	(502)	240
Yasme Foundation Scholarship	12,492	-	12,492	10,000	338	-	(12,050)	10,780
Challenge Met Scholarship	4,395	-	4,395	1,004	88	-	(3,514)	1,973
N. California DX Assoc. Scholarship	40	-	40	7,000	70	-	(4,014)	3,096
Bendrickson Scholarship	51,268	-	51,268	-	2,688	-	(1,549)	52,407
Peoria Area ARC Scholarship	1,859	-	1,859	500	112	-	(22)	2,449
Wagner K30MI	1,011	-	1,011	1,000	31	-	(1,005)	1,037
Zachary Taylor Stevens Mem Scholarship	151	-	151	75	2	-	(750)	(522)
Misek N8NPX Mem Scholarship	-	-	-	4,500	222	-	(49)	4,673
Bill Salerno, W2ONV Mem Scholarship	-	-	-	11,255	354	-	(82)	11,527
Porter Scholarship	-	-	-	5,000	131	-	(22)	5,109
H. Broughton K2AE Scholarship Earnings	16,194	869	17,063	-	7,148	(8,407)	(3,459)	12,345
WR Goldfarb Mem Scholarship Earnings	188,952	20,792	209,744	-	54,261	(54,435)	(29,448)	180,122
N TX B Nelson Mem Scholarship Earnings	298	21	319	-	43	(35)	(9)	318
IRARC Mem/JP Rubino Earnings	691	(372)	319	-	1,068	(420)	(967)	-
Dayton Amateur Radio Assoc Earnings	7,364	2,702	10,066	4,000	5,461	(8,439)	(5,101)	5,987
Morris Radio Club of NJ Scholarship Earnings	-	-	-	-	1,430	(1,087)	(343)	-
Ray NORP & Katie WOKTE Pautz Memorial Earnings	-	-	-	-	733	(536)	(197)	-
<b>Total Temporarily Restricted Funds</b>	<b>\$ 1,167,221</b>	<b>\$ 24,012</b>	<b>\$ 1,191,233</b>	<b>\$ 56,006</b>	<b>\$ 120,074</b>	<b>\$ (73,359)</b>	<b>\$ (102,340)</b>	<b>\$ 1,191,614</b>
H. Broughton K2AE	\$ 119,551	-	119,551	\$ -	\$ -	\$ -	\$ -	119,551
Wm. R. Goldfarb Memorial	919,064	-	919,064	-	-	-	-	919,064
N. TX KB5BNU Nelson Memorial	500	-	500	-	-	-	-	500
IRARC Memorial, JP Rubino	20,000	-	20,000	-	-	-	-	20,000
Dayton Amateur Radio Assoc Scholarship	80,000	-	80,000	40,000	-	-	-	120,000
Morris Radio Club of NJ Scholarship	-	-	-	31,671	-	-	-	31,671
Ray NORP & Katie WOKTE Pautz Memorial	-	-	-	25,000	-	-	-	25,000
<b>Total Permanently Restricted Funds</b>	<b>\$ 1,139,115</b>	<b>\$ -</b>	<b>\$ 1,139,115</b>	<b>\$ 96,671</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,235,786</b>

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