

**SAN ANGELO HEALTH  
FOUNDATION**

**Financial Statements**

**For the Years Ended  
December 31, 2010 and 2009**

# **SAN ANGELO HEALTH FOUNDATION**

## **Financial Statements**

**For the Years Ended December 31, 2010 and 2009**

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**ARMSTRONG, BACKUS & CO., LLP**

Certified Public Accountants

American Institute of Certified Public Accountants  
Texas Society of Certified Public Accountants

Board of Trustees  
San Angelo Health Foundation  
San Angelo, Texas

**Independent Auditors' Report**

We have audited the statements of financial position of the San Angelo Health Foundation (the Foundation) as of December 31, 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 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 audits 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 San Angelo Health Foundation as of December 31, 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.

*Armstrong, Backus & Co., L.L.P.*

June 21, 2011

**SAN ANGELO HEALTH FOUNDATION**

**Statements of Financial Position**

	<b>December 31,</b>	
	<b>2010</b>	<b>2009</b>
<b><u>ASSETS</u></b>		
<b>Current Assets:</b>		
Cash and cash equivalents	\$ 129,496	\$ 179,115
Prepaid expenses	49	21,125
	\$ 129,545	\$ 200,240
<b>Investments:</b>		
Investment securities, at market	\$ 49,067,272	\$ 46,276,137
Land	751,892	751,892
	\$ 49,819,164	\$ 47,028,029
<b>Fixed Assets:</b>		
Land	\$ 479,845	\$ 466,646
Building and improvements	4,469,156	4,469,156
Furniture, fixtures and equipment	204,973	204,973
	\$ 5,153,974	\$ 5,140,775
Accumulated depreciation	( 1,006,831)	( 872,616)
	\$ 4,147,143	\$ 4,268,159
<b>TOTAL ASSETS</b>	<b>\$ 54,095,852</b>	<b>\$ 51,496,428</b>

The accompanying notes are an integral part of this statement.

<b>December 31,</b>	
<u>2010</u>	<u>2009</u>

**LIABILITIES AND NET ASSETS**

**Current Liabilities:**

Accounts payable and accrued expenses	\$ 119,237	\$ 133,242
Excise tax payable	140,083	-0-
Grants payable	<u>634,169</u>	<u>890,826</u>

Total Current Liabilities	<u>\$ 893,489</u>	<u>\$ 1,024,068</u>
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**Long-Term Liabilities:**

Grants payable	<u>\$ 533,500</u>	<u>\$ 664,500</u>
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Total Long-Term Liabilities	<u>\$ 533,500</u>	<u>\$ 664,500</u>
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Total Liabilities	<u>\$ 1,426,989</u>	<u>\$ 1,688,568</u>
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**Net Assets:**

Unrestricted	\$ 52,668,863	\$ 49,549,737
Temporarily restricted	<u>-0-</u>	<u>258,123</u>

Total Net Assets	<u>\$ 52,668,863</u>	<u>\$ 49,807,860</u>
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<b>TOTAL LIABILITIES AND NET ASSETS</b>	<u><u>\$ 54,095,852</u></u>	<u><u>\$ 51,496,428</u></u>
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# SAN ANGELO HEALTH FOUNDATION

## Statements of Activities

	Unrestricted	Temporarily Restricted	Years Ended December 31,	
			2010	2009
<b>Revenue and Gains</b>				
Interest income	\$ 216	\$ -0-	\$ 216	\$ 1,171
Dividend income	89,471	-0-	89,471	1,297
Royalty income	166,790	-0-	166,790	149,376
Other income	33,894	-0-	33,894	108,919
Gain on sale of investments	249,790	-0-	249,790	-0-
Unrealized gain on investments	5,073,295	-0-	5,073,295	11,303,496
Net assets released from restrictions	258,123	( 258,123)	-0-	-0-
<b>Total Revenue and Gains</b>	<b>\$ 5,871,579</b>	<b>(\$ 258,123)</b>	<b>\$ 5,613,456</b>	<b>\$ 11,564,259</b>
<b>Expenses and Losses</b>				
Investment fees	\$ 266,522	\$ -0-	\$ 266,522	\$ 237,601
Legal, audit and consulting fees	32,939	-0-	32,939	31,220
Insurance	24,784	-0-	24,784	22,837
Salaries, payroll taxes and benefits	227,767	-0-	227,767	219,648
Property taxes	10,011	-0-	10,011	9,216
Dues and subscriptions	1,985	-0-	1,985	1,149
Education	24,834	-0-	24,834	27,176
Utilities	19,438	-0-	19,438	18,616
Depreciation	134,215	-0-	134,215	134,442
Repairs and maintenance	15,551	-0-	15,551	11,039
Office supplies, postage and printing	7,906	-0-	7,906	7,410
Other expenses	17,172	-0-	17,172	16,443
Loss on sale of investments	-0-	-0-	-0-	1,593,911
Excise tax	143,083	-0-	143,083	-0-
Disbursements for charitable purposes	1,826,246	-0-	1,826,246	2,025,477
<b>Total Expenses and Losses</b>	<b>\$ 2,752,453</b>	<b>\$ -0-</b>	<b>\$ 2,752,453</b>	<b>\$ 4,356,185</b>
<b>Change in Net Assets</b>	<b>\$ 3,119,126</b>	<b>(\$ 258,123)</b>	<b>\$ 2,861,003</b>	<b>\$ 7,208,074</b>
<b>Net Assets at Beginning of Year</b>	<b>49,549,737</b>	<b>258,123</b>	<b>49,807,860</b>	<b>42,599,786</b>
<b>Net Assets at End of Year</b>	<b>\$ 52,668,863</b>	<b>\$ -0-</b>	<b>\$ 52,668,863</b>	<b>\$ 49,807,860</b>

The accompanying notes are an integral part of this statement.

# SAN ANGELO HEALTH FOUNDATION

## Statements of Cash Flows

	<u>Years Ended December 31,</u>	
	<u>2010</u>	<u>2009</u>
<b>Cash Flows from Operating Activities:</b>		
Change in net assets	\$ 2,861,003	\$ 7,208,074
Adjustments to reconcile change in net assets to net cash provided (used) by operating activities:		
Unrealized (gain) loss on investments	( 5,073,295)	( 11,303,496)
Realized (gain) loss on sale of investments	( 249,790)	1,593,911
Depreciation	134,215	134,442
Changes in asset and liability accounts:		
(Increase) Decrease - Prepaid expenses	21,076	55,640
(Increase) Decrease - Other current assets	-0-	125,000
Increase (Decrease) - Accounts payable and accrued expense	( 14,005)	24,109
Increase (Decrease) - Excise tax payable	140,083	-0-
Increase (Decrease) - Grants payable	( 387,657)	( 602,652)
Net cash provided (used) by operating activities	<u>(\$ 2,568,370)</u>	<u>(\$ 2,764,972)</u>
<b>Cash Flows from Investing Activities:</b>		
Cash paid for purchase of fixed assets	(\$ 13,199)	\$ -0-
Proceeds from sale of investments	21,113,500	5,888,297
Purchase of investments	( 18,581,550)	( 3,784,823)
Net cash provided (used) by investing activities	<u>\$ 2,518,751</u>	<u>\$ 2,103,474</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(\$ 49,619)	(\$ 661,498)
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<u>179,115</u>	<u>840,613</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 129,496</u>	<u>\$ 179,115</u>
Cash paid for Federal Excise Taxes, net of refunds of \$-0- and \$-0-, respectively	<u>\$ 3,000</u>	<u>\$ -0-</u>

The accompanying notes are an integral part of this statement.

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

For the Years Ended December 31, 2010 and 2009

### NOTE 1: ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the San Angelo Health Foundation (the Foundation) have been prepared on the accrual basis of accounting. The significant accounting policies followed by the Foundation are described below.

**Organization** – The Foundation is a nonprofit corporation qualified as a private foundation as defined in section 509(a) of the Internal Revenue Code. The Foundation's mission is to enhance the quality of life for the people of the San Angelo, Texas area. The Foundation's activities include, but are not limited to, the operation of programs to provide charitable assistance, training, and educational support for the promotion of general physical and mental health, principally for the benefit of the general population of the San Angelo, Texas area.

**Tax Status** – The Foundation has been determined by the Internal Revenue Service to be a private foundation under Section 509(a) of the Internal Revenue Code.

**Cash and Cash Equivalents** – For purposes of the statements of cash flows, the Foundation considers all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

**Investments** – Foundation investments are classified as non-current. Marketable debt and equity securities are revalued at the end of each year to reflect the current market value. The cumulative total of this revaluation is reported in the statements of activities as unrealized gain (loss) on investments.

**Fixed Assets** – Fixed assets are recorded at their cost. Depreciation of furniture, fixtures and equipment is provided using the straight-line method over the estimated useful lives of the assets, which is generally five years. Building and improvements are recorded at cost and are being depreciated over periods ranging from 10 to 39.5 years on the straight-line basis.

Donations of fixed assets are recorded as support at their estimated fair value as of the date of donation. The estimated fair value of donated fixed assets represents the cost basis of the donated assets that is subject to depreciation. Maintenance and repair expenditures are expensed as incurred.

**Promises to Give** – Charitable expenses are recognized when the Foundation makes a promise to give to the donee that is, in substance, unconditional. Promises to give that are subject to certain future conditions or actions, on the part of the donee, are reported as contributions expense in the fiscal year in which the conditions are met. Restrictions on the Foundation's

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

For the Years Ended December 31, 2010 and 2009

### NOTE 1: ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

temporarily restricted net assets may be met when the Foundation makes grants for certain qualifying purposes. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets.

**Net Assets** – The Foundation applies the provisions of Financial Accounting Standards Board (FASB) Codification 958, Not-for-Profit Entities (formerly SFAS No. 117, *Financial Statements of Not-for-Profit Organizations*). Under FASB 958, the Foundation is required to classify its net assets based on the existence or absence of donor imposed restrictions. These classifications of net assets are described as follows:

Unrestricted – All resources over which the governing board has discretionary control.

Temporarily Restricted – Resources that have donor imposed restrictions that permit the Foundation to expend the assets as specified and are satisfied either by the passage of time or by actions of the Foundation.

Permanently Restricted – Resources that include a donor-imposed restriction that stipulate resources be maintained permanently but permits the Foundation to use or expend part or all of the income (or other economic benefit) derived from the donated assets.

**Fair Value of Financial Instruments** – The fair value of investments is based on quoted market prices, if available, or estimated using quoted prices for similar securities.

The fair value of future commitments is based on the present value of the commitment from the grant date. Generally, the time delay between the grant date and the date of funding is relatively short, and accordingly, a present value discount of the commitment amount is not material to the financial statements. The carrying values for cash equivalents, accounts payable and accrued expenses approximate fair values.

**Use of 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 amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

For the Years Ended December 31, 2010 and 2009

### NOTE 2: INVESTMENT SECURITIES

Fair value and cost of investment securities at December 31 are as follows:

	2010		2009	
	Fair Value	Cost	Fair Value	Cost
Institutional Funds	\$48,959,886	\$44,387,828	\$45,482,822	\$46,245,182
Hedge Fund	107,386	892,952	793,315	1,317,754
Total Investment Securities	<u>\$49,067,272</u>	<u>\$45,280,780</u>	<u>\$46,276,137</u>	<u>\$47,562,936</u>

### NOTE 3: TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at December 31,

	2010	2009
Myrtle Williams Estate	\$ -0-	\$ 258,123
Total Temporarily Restricted Net Assets	<u>\$ -0-</u>	<u>\$ 258,123</u>

The Myrtle Williams Estate restricted funds have been used solely on grants to benefit critical needs of the people of the San Angelo area or as will lead to the relief of a need or needs of the people in the San Angelo area in the medical field. The Foundation made \$258,123 and \$300,000 in qualifying grants during 2010 and 2009, respectively.

### NOTE 4: FEDERAL EXCISE AND INCOME TAXES

The Foundation is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code. In accordance with provisions of the Tax Reform Act of 1969 (the Act), the Foundation is subject to an excise tax on net investment income, including realized gains as defined in the Act. The excise tax expense for the years ended December 31, 2010 and 2009 totaled \$143,083 and \$-0-, respectively.

The Foundation is required to make qualifying distributions (as defined in the Internal Revenue Code of 1986) (IRC) equal to its minimum investment return, as defined in the IRC. Management believes that these distribution requirements will be met in the coming year.

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

**For the Years Ended December 31, 2010 and 2009**

### NOTE 5: COMMITMENTS

As of December 31, 2010, the Foundation had outstanding conditional commitments to various qualified charitable organizations not required to be paid by the Foundation until specific conditions are fulfilled by the grantees and therefore are not accrued in the accompanying financial statements. Unconditional commitments are those that have been approved, but not paid, prior to December 31, 2010 and do not require the grantee to meet any additional stipulations set forth by the Foundation. The commitments outstanding at December 31, 2010, are as follows:

<b>Organization</b>	<b>Conditional</b>	<b>Unconditional</b>
House of Faith		\$ 668,500
Angelo State University (San Jacinto)		32,000
Boys and Girls Club		18,300
Big Brothers and Big Sisters		15,000
City of San Angelo River Project	\$ 570,000	
Howard College		433,869
Baptist Memorials Ministries	300,000	
Mosaic	250,000	
Eldorado Youth Corps, Inc.	60,000	
Friends of Fairmount Cemetery	28,000	
Glencove VFD	10,000	
<b>Total Commitments</b>	<b>\$ 1,218,000</b>	<b>\$ 1,167,669</b>

The liability commitments payable and maturities thereof are as follows at December 31:

	<u>2010</u>	<u>2009</u>
Total Commitments	<u>\$ 1,167,669</u>	<u>\$ 1,555,326</u>
Amounts due in:		
Less than one year	\$ 634,169	\$ 890,826
One to five years	533,500	664,500
More than five years	<u>-0-</u>	<u>-0-</u>
<b>Total</b>	<u><b>\$ 1,167,669</b></u>	<u><b>\$ 1,555,326</b></u>

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

For the Years Ended December 31, 2010 and 2009

### NOTE 6: LEASE AGREEMENT

In accordance with the terms of the Agreement for Construction and Operation of a Multipurpose Building between the City of San Angelo, San Angelo Chamber of Commerce and the Foundation, the Foundation has entered into a lease agreement, as a lessor with the San Angelo Chamber of Commerce, for approximately 6,792 square feet of space in the Visitor's Center building. The term of the lease is twenty-five years, and it provides that the Chamber is not obligated for any rent for the leased premises. The lease agreement specifies that the Chamber initially will pay \$1,000 per month into a fund to be used for maintenance and/or improvements to the leased premises. Beginning in January 2009, the Chamber's contribution to the maintenance fund was reduced to \$500 per month for the remainder of the lease. Included in accounts payable and accrued expenses in the accompanying Statements of Financial Position is \$34,093 and \$35,380, respectively due to the Chamber of Commerce for their portion of the maintenance funds held in cash at December 31, 2010 and 2009, respectively.

### NOTE 7: PENSION PLAN

The Foundation sponsors a defined contribution pension plan covering all of its employees. Contributions to the plan are at the discretion of the Board of Directors. During 2010 and 2009, contributions to the plan totaled \$13,300 and \$12,745, respectively.

### NOTE 8: CONCENTRATION OF CREDIT RISK

The Foundation maintains cash accounts at financial institutions that are insured by the Federal Deposit Insurance Corporation up to \$250,000. At various times during the year, the Foundation's bank balances may exceed insured limits.

### NOTE 9: FAIR VALUE MEASUREMENTS

Financial Accounting Standards Board (FASB) Codification 820, Fair Value Measurements and Disclosures (formerly SFAS No. 157, *Fair Value Measurements*), establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB 820 are described below:

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

For the Years Ended December 31, 2010 and 2009

### NOTE 9: FAIR VALUE MEASUREMENTS (Continued)

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value.

*Certificate of Deposits, Mutual Funds, Money Market Funds, and Exchange Traded Funds:* Valued at net asset value ("NAV") of shares held by the Organization at year end.

*Common stocks, International Bonds, And U.S. Government Securities:* Valued at the closing price reported on the active market on which the individual securities are traded.

# SAN ANGELO HEALTH FOUNDATION

## Notes to the Financial Statements

**For the Years Ended December 31, 2010 and 2009**

### **NOTE 9: FAIR VALUE MEASUREMENTS (Continued)**

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of December 31, 2010 and 2009:

Assets at Fair Value as of December 31, 2010				
	Level 1	Level 2	Level 3	Total
Institutional Funds	\$ 9,403,640	\$ 39,556,246	\$ -0-	\$ 48,959,886
Hedge Funds	-0-	-0-	107,386	107,386
	\$ 9,403,640	\$ 39,556,246	\$ 107,386	\$ 49,067,272

  

Assets at Fair Value as of December 31, 2009				
	Level 1	Level 2	Level 3	Total
Institutional Funds	\$ -0-	\$ 45,482,822	\$ -0-	\$ 45,482,822
Hedge Funds	265	-0-	793,315	793,580
	\$ 265	\$ 45,482,822	\$ 793,315	\$ 46,276,402

The above include \$-0- and \$265 in cash and cash equivalents as of December 31, 2010 and 2009, respectively. The following table rolls forward the asset balance of Fair Value Measurements Using Significant Unobservable Inputs (Level 3) during the period.

Fair Value Measurements Using Significant Unobservable Inputs (Level 3)		
	Alternative Investments	Total
Beginning Balance	\$ 793,315	\$ 793,315
Unrealized Losses	( 261,126)	( 261,126)
Realized Losses	( 181,404)	( 181,404)
Sales	( 243,399)	( 243,399)
Ending Balance	\$ 107,386	\$ 107,386

# **SAN ANGELO HEALTH FOUNDATION**

## **Notes to the Financial Statements**

**For the Years Ended December 31, 2010 and 2009**

### **NOTE 10: ALTERNATIVE INVESTMENTS**

The Foundation currently holds alternative investments in a hedge fund. The fund has been in the winding-up phase for the past eighteen months, and during this time period its managers have been in the process of liquidating all of the fund's assets. The fund's underlying investments are illiquid, and the fund managers cannot close the fund until all of its assets are sold and the resulting cash is distributed. According to the fund's annual report, the underlying investment schemes are heavily invested in biofuel technology, Mexican land, U.S. commercial real estate, and commercial aircrafts. Material deterioration in one or more of these investments could have a significant impact on the valuation of the fund. Based on the annual report, the fund's managers anticipate at least five years before all holdings are able to be sold, the fund closed, and requests for redemptions met.

### **NOTE 11: SUBSEQUENT EVENT**

As of March 31, 2011, the Foundation had fully liquidated their investment in the Russell Alternative Investment Fund (an alternative investment), realizing gross proceeds of \$106,731 and a loss of \$786,221.

### **NOTE 12: EVALUATION OF SUBSEQUENT EVENTS**

The Organization has evaluated subsequent events through June 21, 2011, the date which the financial statements were available to be issued.

**SUPPLEMENTARY INFORMATION**



**ARMSTRONG, BACKUS & CO., LLP**

Certified Public Accountants

American Institute of Certified Public Accountants  
Texas Society of Certified Public Accountants

Board of Trustees  
San Angelo Health Foundation  
San Angelo, Texas

**Independent Auditors' Report on Supplementary Information**

We have audited the financial statements of the San Angelo Health Foundation as of, and for the year ended, December 31, 2010, and our report thereon dated June 21, 2011, which expressed an unqualified opinion on those financial statements, appears on page 1. Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of investment securities and the schedule of cash activity for charitable purposes are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

*Armstrong, Backus & Co., L.L.P.*

June 21, 2011

# SAN ANGELO HEALTH FOUNDATION

## Schedule of Investment Securities

**December 31, 2010**

Number of Shares or Face Value	Description	Approximate Market Value at 12/31/10	Cost	Unrealized Gain / (Loss)
<b><u>HEDGE FUND</u></b>				
893	Russell Alternative Investment Fund	\$ 107,386	\$ 892,952	(\$ 785,566)
	<b>Total Hedge Funds</b>	<b>\$ 107,386</b>	<b>\$ 892,952</b>	<b>(\$ 785,566)</b>
<b><u>INSTITUTIONAL FUNDS</u></b>				
732,545	Russell Institutional Funds LLC Large Cap US Equity	\$ 7,611,144	\$ 6,663,336	\$ 947,808
615,668	Russell Institutional Funds LLC Quantitative US Equity	6,138,207	6,004,437	133,770
130,373	Russell Institutional Funds LLC Small Cap US Equity	1,494,079	1,247,756	246,323
849,573	Russell Institutional Funds LLC International Equity	7,824,564	7,506,903	317,661
934,333	Russell Institutional Funds LLC Core Bond Fund	11,847,348	9,420,172	2,427,176
723,758	Russell Global Equity Fund	6,426,970	6,116,774	310,196
142,903	Russell Emerging Markets Fund	2,976,670	2,928,450	48,220
1,374	OW Commodities Strategy Class I	1,639,196	1,500,000	139,196
1,338	OW Global Infrastructure Class I	1,500,766	1,500,000	766
1,348	OW Global Listed Property Class I	1,500,942	1,500,000	942
	<b>Total Mutual Funds</b>	<b>\$ 48,959,886</b>	<b>\$ 44,387,828</b>	<b>\$ 4,572,058</b>
	<b>Total Investments</b>	<b>\$ 49,067,272</b>	<b>\$ 45,280,780</b>	<b>\$ 3,786,492</b>

**SAN ANGELO HEALTH FOUNDATION**

**Schedule of Cash Activity for Charitable Purposes**

**For the Year Ended December 31, 2010**

Charity	Unrestricted	Temporarily Restricted	Total
Angelo State University	\$ 85,416		\$ 85,416
Adult Enrichment Center	31,308		31,308
Association of Small Foundations	495		495
Baptist Memorial Center	100,000		100,000
Big Brothers Big Sisters of San Angelo	15,000		15,000
Boys and Girls Club of San Angelo	70,800		70,800
Bronte Health & Rehab Center	21,500		21,500
Christoval Volunteer Fire Department	30,000		30,000
Christians in Action	41,987		41,987
Concho Valley Council Boy Scouts of America	24,000		24,000
Concho Valley Home for Girls	2,500		2,500
Conference of Southwest Foundations	1,750		1,750
Council on Foundations	6,540		6,540
Fort McKavett Volunteer Fire Department	12,000		12,000
Hope House/CASA	2,500		2,500
House of Faith	88,500		88,500
James Phillips Williams Memorial Foundation	7,500		7,500
Laity Renewal Foundation	25,000		25,000
Lohn Eagle Booster Association	4,336		4,336
Meals for the Elderly	6,000		6,000
Miles Young Farmers	25,000		25,000
MHMR Services for the Concho Valley	167,944		167,944
Rust Street Ministries	( 168)		( 168)
Salvation Army	2,500		2,500
Samaritan Counseling Center	9,125		9,125
San Angelo Area Foundation	35,000		35,000
San Angelo Civic Ballet	17,800		17,800
San Angelo Day Nursery	14,598		14,598
Sutton County Hospital District	41,877	\$ 258,123	300,000
Tom Green County Library	500,000		500,000
Trent's Retreat	69,024		69,024
West Texas Rehabilitation Center	95,949		95,949
YMCA of San Angelo	400,000		400,000
	\$ 1,955,781	\$ 258,123	\$ 2,213,904