

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.

Audited Financial Statements

For the Year Ended
December 31, 2009

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.

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April 14, 2010

Independent Auditors' Report

To the Board of Directors
Doctors on Call for Service Foundation, Inc.
St. Simons Island, Georgia

We have audited the accompanying statement of financial position of Doctors on Call for Service Foundation, Inc. (a nonprofit organization) as of December 31, 2009, and the related statements of activities and cash flows for the year then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 audit provides 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 Doctors on Call for Service Foundation, Inc. as of December 31, 2009, and the results of its activities and cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Mathieson, Moyski, Celer & Co., LLP

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
DECEMBER 31, 2009

ASSETS

| | |
|--------------------------------|-------------------|
| Current Assets: | |
| Cash | \$ 209,318 |
| Advances | 98 |
| Total Current Assets | 209,416 |
| Equipment: | |
| Office and computer equipment | 29,876 |
| Less: Accumulated depreciation | (27,765) |
| Total Equipment, Net | 2,111 |
| Other Assets: | |
| Security deposit | 500 |
| TOTAL ASSETS | \$ 212,027 |

NET ASSETS

| | |
|---|-------------------|
| Net Assets: | |
| Temporarily Restricted: | |
| Special projects | 81,358 |
| Total Temporarily Restricted Net Assets | 81,358 |
| Unrestricted: | |
| Net investment in fixed assets | 2,111 |
| Undesignated - available for current programs | 128,558 |
| Total Unrestricted Net Assets | 130,669 |
| Total Net Assets | 212,027 |
| TOTAL NET ASSETS | \$ 212,027 |

See independent auditors' report and accompanying notes

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2009

| | Unrestricted | Temporarily Restricted | Total |
|---|-------------------|---------------------------|-------------------|
| REVENUES | | | |
| Contributions: | | | |
| General | \$ 305,188 | \$ 191,102 | \$ 496,290 |
| Other revenue | 2,874 | | 2,874 |
| TOTAL REVENUES | <u>308,062</u> | <u>191,102</u> | <u>499,164</u> |
| NET ASSETS RELEASED FROM RESTRICTION | | | |
| Restriction satisfied by program payments | 164,024 | (164,024) | - |
| TOTAL REVENUES AND RECLASSIFICATIONS | <u>472,086</u> | <u>27,078</u> | <u>499,164</u> |
| EXPENSES | | | |
| Program: | | | |
| Program administration costs | 71,157 | - | 71,157 |
| Education and faculty development | 267,816 | - | 267,816 |
| Total program expenses | <u>338,973</u> | <u>-</u> | <u>338,973</u> |
| General and administrative: | | | |
| Office payroll | 16,909 | - | 16,909 |
| Office supplies and expense | 2,958 | - | 2,958 |
| Depreciation | 601 | - | 601 |
| Telephone | 1,356 | - | 1,356 |
| Professional services | 6,375 | - | 6,375 |
| General insurance | 12,534 | - | 12,534 |
| Rent | 10,515 | - | 10,515 |
| Travel and meeting costs | 9,395 | - | 9,395 |
| Postage | 1,798 | - | 1,798 |
| Dues and fees | 2,159 | - | 2,159 |
| Total general and administrative expenses | <u>64,600</u> | <u>-</u> | <u>64,600</u> |
| Fundraising expenses | 17,093 | - | 17,093 |
| TOTAL EXPENSES | <u>420,666</u> | <u>-</u> | <u>420,666</u> |
| INCREASE IN NET ASSETS | 51,420 | 27,078 | 78,498 |
| NET ASSETS - BEGINNING OF YEAR | <u>79,249</u> | <u>54,280</u> | <u>133,529</u> |
| NET ASSETS - END OF YEAR | <u>\$ 130,669</u> | <u>\$ 81,358</u> | <u>\$ 212,027</u> |

See independent auditors' report and accompanying notes

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2009

CASH FLOWS FROM OPERATING ACTIVITIES:

| | |
|---|-------------------|
| Change in Net Assets | \$ 78,498 |
| Adjustments to reconcile change in net assets to net cash provided (used) by operating activities: | |
| Depreciation | 601 |
| Change in operating assets and liabilities: | |
| Prepaid expenses | 1,365 |
| Accounts payable and payroll liabilities | (2,984) |
| Security deposit | 1,201 |
| Employee advance | (98) |
| | <hr/> |
| Net Cash Provided by Operating Activities | 78,583 |
| | <hr/> |
| Net Increase in Cash and Cash Equivalents | 78,583 |
| Cash and Cash Equivalents at Beginning of Year | 130,735 |
| | <hr/> |
| Cash and Cash Equivalents at End of Year | <u>\$ 209,318</u> |

See independent auditors' report and accompanying notes

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.

Notes to Financial Statements

For the Year Ended December 31, 2009

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Doctors on Call for Service Foundation, Inc. (DOCS) is a not-for-profit organization under Section 501(c)(3) of the Internal Revenue Code. It assists Christian medical professionals in volunteering their services to needy people around the world.

Basis of Accounting

The accompanying financial statements have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Support and Revenue

DOCS receives the majority of contribution support from the general public.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-for-Profit Organizations*. Under SFAS No. 117, DOCS is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets, depending on the existence or nature of any donor restrictions.

DOCS follows the policy of recording support that is restricted by the donor as an increase in unrestricted net assets if the restriction expires 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 the purpose of the 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.

Cash and Cash Equivalents

DOCS considers all highly liquid investments to be cash equivalents.

Equipment

DOCS capitalizes, at cost, all expenditures for fixed assets in excess of \$500. Equipment purchases are depreciated over their estimated useful lives, ranging from five to seven years.

DOCTORS ON CALL FOR SERVICE FOUNDATION, INC.
Notes to Financial Statements
For the Year Ended December 31, 2009

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Functional Allocation of Expenses

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

Income Taxes

DOCS is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore made no provisions for federal income taxes in the accompanying financial statements. In addition, DOCS has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the Internal Revenue Code. There was no unrelated business income for the year ended December 31, 2009.

NOTE 2 – OFFICE LEASE

Beginning in January 2006, DOCS is paying rent on a month-to-month basis for office space to 115 Main Street, Inc. Total rent expense for 2009 was \$10,515.

NOTE 3 – LINE OF CREDIT

At December 31, 2009, DOCS had an available line of credit with Coastal Bank of Georgia in the amount of \$49,000. The line of credit has an interest rate of prime plus 1%. Any accrued interest is paid monthly; any unpaid principal is due on or before March 20, 2010. At December 31, 2009, there was no outstanding balance on the line of credit.