

Studebaker National Foundation

Financial Statements

**As of and for the Year Ended
April 30, 2013**

Advantage Accounting & Tax Solutions, Inc.

Certified Public Accountants & Business Advisors

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August 27, 2013

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Studebaker National Foundation
Bridgewater, Virginia

We have audited the accompanying statement of assets, liabilities, and net assets-income tax basis of Studebaker National Foundation (a nonprofit organization) as of April 30, 2013 and the related statement of revenues and expenses-income tax basis 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.

As described in Note 1, these financial statements were prepared on the basis of accounting Studebaker National Foundation uses for income tax purposes, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Studebaker National Foundation as of April 30, 2013 and its revenues and expenses, for the year then ended, on the basis of accounting described in Note 1.

Respectfully Submitted,

Advantage Accounting & Tax Solutions, Inc.

Studebaker National Foundation
Statement of Assets, Liabilities and Net Assets-Income Tax Basis
As of April 30, 2013

ASSETS

Cash	\$	95,393
Certificate of Deposit		24,894
Antique Auto		35,000
		<hr/>
Total Assets	\$	<u>155,287</u>

LIABILITIES AND NET ASSETS

Liabilities	\$	-
Unrestricted Net Assets		155,287
		<hr/>
Total Liabilities and Net Assets	\$	<u>155,287</u>

The accompanying notes are an integral part of these financial statements.

Studebaker National Foundation
Statement of Revenues and Expenses-Income Tax Basis
For the Year Ended April 30, 2013

REVENUES		
Interest		\$ 1,148
Contributions		<u>52,021</u>
Total Revenues		<u>\$ 53,169</u>
EXPENSES		
Accounting		\$ 400
Donations for auto restoration		1,500
Incorporation fees		219
Insurance		892
Office expense and printing		374
Purchase of coin		385
Scholarships		3,500
Subscriptions for museums		<u>456</u>
Total Expenses		<u>\$ 7,726</u>
CHANGE IN NET ASSETS		\$ 45,443
BEGINNING NET ASSETS		<u>109,844</u>
ENDING NET ASSETS		<u><u>\$ 155,287</u></u>

The accompanying notes are an integral part of these financial statements.

Studebaker National Foundation
Notes to Financial Statements
As of and for the Year Ended April 30, 2013

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Internal Revenue Service has determined that the organization is exempt from federal income tax under Section 501 (c)(3) of the Code. The code imposes an excise tax of 2% (reduced to 1% if certain requirements are met) on net investment income of private foundations.

The mission of the Organization is to promote and support the furtherance of the collection, restoration, and preservation of antique automobiles and related items.

The financial statements of the organization have been prepared on the income tax basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

Although the preparation of financial statements often requires estimating some information, estimates were not necessary to prepare the accompanying financial statements.

2. CERTIFICATE OF DEPOSIT

The Certificate of Deposit bears interest at 2.57% and matures April 17, 2016.

3. ANTIQUE AUTO

The donated antique auto is a 1964 Hawk Gran Turismo Studebaker in showroom condition. It is on display at the Antique Car Museum of Iowa for two years.

4. SUBSEQUENT EVENTS

Subsequent events were evaluated through August 27, 2013, which is the date the financial statements were available to be issued.