

THE SUDBURY FOUNDATION AND AFFILIATE

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2008 AND 2007

<u>ASSETS</u>	<u>2008</u>	<u>2007</u>
CASH AND INVESTMENTS:		
Cash	\$ 11,108	\$ 11,001
Money market accounts	615,481	568,189
Interest and dividends receivable	75,671	110,665
Fixed income obligations, at fair market value	10,197,427	11,342,364
Marketable equity securities and mutual funds, at fair market value	11,125,925	19,176,137
Private Equity Portfolio Fund, LLC (PEP I), at market at December 31, 2008, at cost at December 31, 2007, net of returns of capital	250,034	36,990
Private Equity Portfolio Fund, LLC (PEP III), at market at December 31, 2008, at cost at December 31, 2007, net of returns of capital	<u>1,249,017</u>	<u>330,000</u>
Total cash and investments	<u>23,524,663</u>	<u>31,575,346</u>
OTHER ASSETS:		
Student loans receivable, net of allowance for doubtful accounts of approximately \$37,000 and \$56,000 at December 31, 2008 and 2007, respectively	72,010	97,659
Prepaid excise taxes	<u>45,903</u>	<u>-</u>
Total other assets	<u>117,913</u>	<u>97,659</u>
FIXED ASSETS, net	<u>1,238,201</u>	<u>1,259,896</u>
Total assets	<u>\$ 24,880,777</u>	<u>\$ 32,932,901</u>
<u>LIABILITIES AND NET ASSETS</u>		
LIABILITIES:		
Accounts payable and accrued expenses	\$ 8,102	\$ 15,975
Scholarships payable	16,700	10,500
Excise taxes payable	-	20,000
Grant awards payable	<u>310,000</u>	<u>252,250</u>
Total liabilities	334,802	298,725
NET ASSETS - UNRESTRICTED	<u>24,545,975</u>	<u>32,634,176</u>
Total liabilities and net assets	<u>\$ 24,880,777</u>	<u>\$ 32,932,901</u>

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

THE SUDBURY FOUNDATION AND AFFILIATE

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2008 AND 2007

	<u>2008</u>	<u>2007</u>
PROGRAMS AND OPERATING EXPENSES:		
Grants	\$ 1,338,349	\$ 752,712
Scholarships	361,441	346,903
Loan administration	4,697	(14,538)
Community resources	12,836	-
General and administrative	<u>93,128</u>	<u>81,199</u>
Total programs and operating expenses	<u>1,810,451</u>	<u>1,166,276</u>
INVESTMENT INCOME:		
Interest and dividends	841,306	1,206,065
Federal excise taxes	(13,319)	(59,987)
Investment management fees	(29,181)	(47,282)
Net realized and unrealized gain (loss) on investments	<u>(8,357,012)</u>	<u>1,317,187</u>
Investment income, net	<u>(7,558,206)</u>	<u>2,415,983</u>
Changes in unrestricted net assets before cumulative effect of change in accounting principle	(9,368,657)	1,249,707
CUMULATIVE EFFECT OF CHANGE IN ACCOUNTING PRINCIPLE		
	<u>1,280,456</u>	<u>-</u>
Changes in unrestricted net assets	(8,088,201)	1,249,707
NET ASSETS , beginning of year	<u>32,634,176</u>	<u>31,384,469</u>
NET ASSETS , end of year	<u>\$ 24,545,975</u>	<u>\$ 32,634,176</u>

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