

ST. LOUIS COUNTY HISTORICAL SOCIETY
DULUTH, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008
(Continued)

NOTE 6 DONATED RENTS AND SERVICES (Continued)

Donated services are recognized if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Society. Volunteers also provided a variety of tasks and fund-raising services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met. Those amounts have an estimated value of \$11,500 and \$24,500 for the years ended December 31, 2009 and 2008, respectively.

NOTE 7 PENSION PLAN

The Society participates in a defined contribution plan through the St. Louis County Heritage and Arts Center. This plan covers full-time employees, twenty-one years of age and older, with at least eighteen months of service. Contributions are three percent of each covered employee's salary and totaled \$5,021 and \$2,351 for the years ended December 31, 2009 and 2008, respectively.

NOTE 8 LEASE AGREEMENT

The Society had a two-year lease agreement commencing January 1, 2004 and ending on December 31, 2005 with St. Louis County. The lease has been extended verbally on an annual basis. The terms of the lease call for the use of office and exhibit space located at 506 West Michigan Street. The use of the donated space and services provided by the County has been recorded as described in Note 6.

The lease calls for an additional annual common area maintenance charge when actual operating costs of the building, as described in the lease agreement, exceed an allocated base amount. The common area maintenance charges to the Society were \$4,431 and \$0 for the years ended December 31, 2009 and 2008, respectively.

NOTE 9 OFFICERS AND BOARD OF GOVERNORS

The Officers and Board of Governors for 2009 were:

Officers

President	Vernon Zacher
Vice President	Dan Sershon
Treasurer	Robin Tellor
Secretary	Dwight Nelson
Honorary Vice President Emeritus	Robert S. Mars, Jr.

ST. LOUIS COUNTY HISTORICAL SOCIETY
DULUTH, MINNESOTA

NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2009 AND 2008
(Continued)

NOTE 9 OFFICERS AND BOARD OF GOVERNORS (Continued)

Board of Governors

Leonard Hirsch	Representing Hibbing Historical Society
Gail Shedy	Representing Ely-Winton Historical Society
Roger Woods	Representing Virginia Area Historical Society
Carol Borich	Representing Minnesota Museum of Mining
Andrew Larson	Representing Tower-Soudan Historical Society
Paul Knuti	Representing Sisu Heritage Inc.
Penelope Clark	Duluth Heritage Preservation Commission Liaison
Michael Forsman	County Representative
Neill Atkins	
Richard Chapman	
Jill Dupont	
Michael Gillespie	
Carinda Horton	

Executive Director

Jo Anne Coombe

Dean R. Ager, CPA
Thomas L. Sykes, CPA
Michael S. Altman, CPA
Deborah J. Medlin, CPA
Darla R. Benoit, CPA
Ronald E. Peterson, CPA
Thomas J. Eling, CPA

Independent Auditor's Report on Supplemental Information

June 28, 2010

To the Board of Governors
St. Louis County Historical Society
Duluth, Minnesota

Our report on our audits of the basic financial statements of the St. Louis County Historical Society for 2009 and 2008 appears on page 1. These audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The statements of functional expenses are presented for purposes of additional analysis and are 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.

Eikill & Schilling Ltd

SUPPLEMENTAL INFORMATION

ST. LOUIS COUNTY HISTORICAL SOCIETY
DULUTH, MINNESOTA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2009

	<u>Program Services</u>	<u>Supporting Services</u>	
	<u>Historical Preservation</u>	<u>Management and General</u>	<u>Total</u>
Salaries	\$ 111,767	\$ 68,672	\$ 180,439
Payroll taxes and related payroll expenses	10,396	6,388	16,784
Employee health insurance	13,583	8,346	21,929
Pension	3,031	1,990	5,021
Total salaries and related expenses	<u>138,777</u>	<u>85,396</u>	<u>224,173</u>
Advertising	1,097		1,097
Donated advertising	4,905		4,905
Common area maintenance	3,988	443	4,431
Dues and subscriptions	795	199	994
Insurance	12,292		12,292
Miscellaneous	936	935	1,871
Office supplies	4,234	4,234	8,468
Postage	1,876	625	2,501
Printing and reproduction	3,131	783	3,914
Professional services		18,083	18,083
Professional services-donated	30,000		30,000
Project costs	39,129		39,129
Rent - donated	139,764	7,356	147,120
Rental off-site storage	3,539		3,539
Repairs and maintenance	844	94	938
Special events	3,567		3,567
Telephone	3,221	1,074	4,295
Travel and staff expense	2,823	4,235	7,058
Museum - exhibits and supplies, conservation, repair, and acquisition of collection	8,933		8,933
Total functional expenses before depreciation	<u>403,851</u>	<u>123,457</u>	<u>527,308</u>
Depreciation	8,150	907	9,057
Total functional expenses	<u>\$ 412,001</u>	<u>\$ 124,364</u>	<u>\$ 536,365</u>

ST. LOUIS COUNTY HISTORICAL SOCIETY
DULUTH, MINNESOTA

STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED DECEMBER 31, 2008

	Program Services <u>Historical Preservation</u>	Supporting Services <u>Management and General</u>	<u>Total</u>
Salaries	\$ 104,736	\$ 67,082	\$ 171,818
Payroll taxes and related payroll expenses	10,020	6,418	16,438
Employee health insurance	11,756	7,529	19,285
Pension	1,377	974	2,351
Total salaries and related expenses	<u>127,889</u>	<u>82,003</u>	<u>209,892</u>
Advertising	385		385
Donated advertising			
Dues and subscriptions	881	220	1,101
Insurance	12,356		12,356
Miscellaneous	1,022	1,021	2,043
Office supplies	5,346	5,346	10,692
Postage	1,670	556	2,226
Printing and reproduction	3,674	919	4,593
Professional services		13,209	13,209
Professional services-donated	30,000		30,000
Project costs	61,652		61,652
Rent - donated	139,764	7,356	147,120
Rental off-site storage	3,539		3,539
Repairs and maintenance	1,726	192	1,918
Special events	1,894		1,894
Telephone	3,551	1,184	4,735
Travel and staff expense	2,350	3,526	5,876
Museum - exhibits and supplies, conservation, repair, and acquisition of collection	42,865		42,865
Total functional expenses before depreciation	<u>440,564</u>	<u>115,532</u>	<u>556,096</u>
Depreciation	7,147	795	7,942
Total functional expenses	<u>\$ 447,711</u>	<u>\$ 116,327</u>	<u>\$ 564,038</u>