

THE EDISON FOUNDATION, INC.
Piqua, Ohio

FINANCIAL STATEMENTS
June 30, 2007 and 2006



Mary Taylor, CPA
Auditor of State

Board of Trustees
The Edison Foundation, Inc.
1973 Edison Drive
Piqua, Ohio 45356

We have reviewed the *Report of Independent Auditors* of The Edison Foundation, Inc., Miami County, prepared by Crowe Chizek and Company LLC, for the audit period July 1, 2006 through June 30, 2007. Based upon this review, we have accepted these reports in lieu of the audit required by Section 117.11, Revised Code. The Auditor of State did not audit the accompanying financial statements and, accordingly, we are unable to express, and do not express an opinion on them.

Our review was made in reference to the applicable sections of legislative criteria, as reflected by the Ohio Constitution, and the Revised Code, policies, procedures and guidelines of the Auditor of State, regulations and grant requirements. The Edison Foundation, Inc. is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

November 21, 2007

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THE EDISON FOUNDATION, INC.

FINANCIAL STATEMENTS
June 30, 2007 and 2006

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Crowe Chizek and Company LLC
Member Horwath International

REPORT OF INDEPENDENT AUDITORS

Board of Directors
The Edison Foundation, Inc. and Ms. Mary Taylor,
Auditor of State of Ohio
Piqua, Ohio

We have audited the accompanying statements of financial position of The Edison Foundation, Inc. (the "Foundation") as of June 30, 2007 and 2006, 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.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 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 Foundation as of June 30, 2007 and 2006, 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.

In accordance with *Government Auditing Standards*, we have also issued our report dated October 15, 2007 on our consideration of the Foundation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the basic financial statements of the Foundation taken as a whole. The accompanying *Schedule of Ending Net Assets by Class to June 30, 2007 Fifth Third Trust Statements* is presented for purpose of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit 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.

Crowe Chizek and Company LLC

Crowe Chizek and Company LLC

Columbus, Ohio
October 15, 2007

THE EDISON FOUNDATION, INC.
 STATEMENTS OF FINANCIAL POSITION
 June 30, 2007 and 2006

	<u>2007</u>	<u>2006</u>
ASSETS		
Cash and cash equivalents	\$ 800,311	\$ 374,047
Receivable		
Pledges	2,351,782	1,492,766
Interest and dividends	13,744	9,037
Investments	<u>2,028,261</u>	<u>1,708,223</u>
Total assets	<u>\$ 5,194,098</u>	<u>\$ 3,584,073</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable		
To Edison State Community College	\$ 26,778	\$ 3,774
Other payables	286	286
Schell grant payable	<u>100,000</u>	<u>75,000</u>
Total liabilities	<u>127,064</u>	<u>79,060</u>
Net assets		
Unrestricted	1,257,153	1,084,409
Temporarily restricted	3,736,999	2,355,023
Permanently restricted	<u>72,882</u>	<u>65,581</u>
Total net assets	<u>5,067,034</u>	<u>3,505,013</u>
Total liabilities and net assets	<u>\$ 5,194,098</u>	<u>\$ 3,584,073</u>

See accompanying notes to financial statements.

THE EDISON FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
Year ended June 30, 2007 with comparative 2006 totals

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total 2007</u>	<u>Total 2006</u>
Revenues and other support					
Gifts and grants	\$ --	\$ 37,135	\$ --	\$ 37,135	\$ 25,459
Holiday evening event	--	137,020	--	137,020	149,235
Capital campaign	--	1,458,133	--	1,458,133	1,551,701
Graduate Academy	--	4,751	--	4,751	6,088
Investment earnings					
Interest and dividends	85,933	23,398	--	109,331	54,453
Net realized and unrealized gains	148,571	55,947	7,301	211,819	103,619
Net assets released from restrictions	<u>334,408</u>	<u>(334,408)</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total revenues and other support	568,912	1,381,976	7,301	1,958,189	1,890,555
Expenses					
College scholarships awarded	118,347	--	--	118,347	132,185
Holiday evening event	106,431	--	--	106,431	117,964
Capital campaign	90,279	--	--	90,279	53,535
Salary	35,000	--	--	35,000	35,000
Bad debt	2,514	--	--	2,514	40,321
Graduate Academy	7,923	--	--	7,923	--
Legal and professional	6,200	--	--	6,200	11,300
Investment advisory fee	13,863	--	--	13,863	11,241
Receptions	4,989	--	--	4,989	10,328
Miscellaneous	10,622	--	--	10,622	825
Total expenses	<u>396,168</u>	<u>--</u>	<u>--</u>	<u>396,168</u>	<u>412,699</u>
Change in net assets	172,744	1,381,976	7,301	1,562,021	1,477,856
Net assets at beginning of year	<u>1,084,409</u>	<u>2,355,023</u>	<u>65,581</u>	<u>3,505,013</u>	<u>2,027,157</u>
Net assets at end of year	<u>\$ 1,257,153</u>	<u>\$ 3,736,999</u>	<u>\$ 72,882</u>	<u>\$ 5,067,034</u>	<u>\$ 3,505,013</u>

See accompanying notes to financial statements.

THE EDISON FOUNDATION, INC.
STATEMENTS OF ACTIVITIES
Year ended June 30, 2006

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Revenues and other support				
Gifts and grants	\$ 114	\$ 25,345	\$ --	\$ 25,459
Holiday evening event	18,650	130,585	--	149,235
Capital campaign	--	1,551,701	--	1,551,701
Graduate Academy	--	6,088	--	6,088
Investment earnings				
Interest and dividends	38,512	15,941	--	54,453
Net realized and unrealized gains	75,089	24,431	4,099	103,619
Net assets released from restrictions	<u>434,155</u>	<u>(434,155)</u>	<u>--</u>	<u>--</u>
Total revenues and other support	566,520	1,319,936	4,099	1,890,555
Expenses				
College scholarships awarded	132,185	--	--	132,185
Holiday evening event	117,964	--	--	117,964
Capital campaign	53,535	--	--	53,535
Salary	35,000	--	--	35,000
Bad debt	40,321	--	--	40,321
Legal and professional	11,300	--	--	11,300
Investment advisory fee	11,241	--	--	11,241
Receptions	10,328	--	--	10,328
Miscellaneous	825	--	--	825
Total expenses	<u>412,699</u>	<u>--</u>	<u>--</u>	<u>412,699</u>
Change in net assets	153,821	1,319,936	4,099	1,477,856
Net assets at beginning of year	<u>930,588</u>	<u>1,035,087</u>	<u>61,482</u>	<u>2,027,157</u>
Net assets at end of year	<u>\$ 1,084,409</u>	<u>\$ 2,355,023</u>	<u>\$ 65,581</u>	<u>\$ 3,505,013</u>

See accompanying notes to financial statements.

THE EDISON FOUNDATION, INC.
 STATEMENTS OF CASH FLOWS
 Years ended June 30, 2007 and 2006

	<u>2007</u>	<u>2006</u>
Cash flows from operating activities		
Change in net assets	\$ 1,562,021	\$ 1,477,856
Adjustments to reconcile change in net assets to net cash from operating activities		
Restricted gifts and grants	(178,906)	(162,018)
Net realized and unrealized gains	(211,819)	(103,619)
Change in other assets and liabilities		
Pledges receivable	(859,016)	(1,321,164)
Receivable from Edison State Community College	--	29,975
Interest and dividends receivable	(4,707)	6,284
Prepaid expense	--	17,550
Accounts payable	23,004	(153,083)
Schell grant payable	<u>25,000</u>	<u>25,000</u>
Net cash from operating activities	355,577	(183,219)
 Cash flows from investing activities		
Cash paid for investments	(812,119)	(878,756)
Cash received from sale of investments	<u>703,900</u>	<u>1,097,260</u>
Net cash from investing activities	(108,219)	218,504
 Cash flows from financing activities		
Restricted gifts and grants	<u>178,906</u>	<u>162,018</u>
Increase in cash and cash equivalents	426,264	197,303
Cash and cash equivalents, beginning of year	<u>374,047</u>	<u>176,744</u>
 Cash and cash equivalents, end of year	 <u>\$ 800,311</u>	 <u>\$ 374,047</u>

See accompanying notes to financial statements.

THE EDISON FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization: The Edison Foundation, Inc. (the "Foundation") was established in 1993 as a charitable foundation under Section 501(c) (3) of the Internal Revenue Code whereby it is exempt from federal income tax. Its purpose is to solicit, receive and administer assets exclusively for charitable purposes which would most effectively assist and benefit Edison State Community College (the "College"), its students and its faculty.

The Foundation's financial information is included in the College's financial statements as a component unit.

Basis of Presentation: The Foundation's financial statements are prepared in accordance with the Statement of Financial Accounting Standards (SFAS) No. 117, "Financial Statement of Not-For-Profit Organizations." The Foundation uses the accrual basis of accounting. Consequently, revenue and related assets are recognized when earned and expenses are recognized when incurred.

Cash and Cash Equivalents: The Foundation considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

Net Assets: Net assets are classified into three categories:

Unrestricted net assets. Unrestricted net assets have no donor imposed restrictions.

Temporarily restricted net assets. Temporarily restricted net assets have donor imposed restrictions that will expire or be satisfied in the future.

Permanently restricted net assets. Permanently restricted net assets have donor imposed restrictions that neither expire by passage of time nor can be fulfilled by actions of the Foundation.

Contributions: Contributions are recorded as revenues in the year received or when a bequest is legally finalized. Unconditional pledges are recorded in the period that the pledges are received. Conditional pledges are recorded in the period in which the conditions have been met. Funds from pledges to be collected in future years are recorded at net present value. All pledges are net of an allowance for doubtful collections. The allowances are based upon prior experience, management's judgment and other related factors.

Investments: Investments are stated at fair value based on market values or dealer quotes, with changes in market value being recognized as gains and losses during the period in which they occur.

(Continued)

THE EDISON FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2007 and 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 affecting the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the reporting periods. Actual results could differ from those estimates.

NOTE 2 - BUSINESS AND CONCENTRATIONS OF CREDIT RISK

Five donors accounted for a total of 52% of gifts and grants for the year ended June 30, 2007, while five donors accounted for 70% of gifts and grants for the year ended June 30, 2006.

The Foundation's financial instruments that are exposed to concentrations of credit risk consist primarily of cash and investments. The Foundation places its cash in federally insured banks. Cash is generally in excess of the Federal Deposit Insurance Corporation's insurance limit.

Investments are managed by a professional investment manager. The investment manager is subject to the Foundation's investment policies which contain objectives, guidelines and restrictions designed to provide for preservation of capital with emphasis on providing current income and achieving long-term growth of the funds.

NOTE 3 - CLASSIFICATION OF NET ASSETS

	June 30, 2007			June 30, 2006		
	Unrestricted	Temporarily Restricted	Permanently Restricted	Unrestricted	Temporarily Restricted	Permanently Restricted
Unrestricted	\$ 47,327	\$ -	\$ -	\$ 76,680	\$ -	\$ -
Savings	9,296	34,468	-	9,796	53,151	-
Endowment	150,610	39,651	-	125,631	39,651	-
Scholarship Endowment	32,502	42,716	-	21,289	57,813	-
Title III Special Endowment	352,473	797,203	-	290,813	725,546	-
Alumni Scholarship	13,266	12,011	-	9,924	12,011	-
Tri-County Educational	201,845	67,177	-	165,662	69,177	-
Other	421,072	2,704,306	-	367,066	1,358,207	-
Technology Endowment	25,720	39,467	-	17,096	39,467	-
Robinson Scholarship	3,042	-	72,882	452	-	65,581
	<u>\$ 1,257,153</u>	<u>\$ 3,736,999</u>	<u>\$ 72,882</u>	<u>\$ 1,084,409</u>	<u>\$ 2,355,023</u>	<u>\$ 65,581</u>

(Continued)

THE EDISON FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2007 and 2006

NOTE 4 - INVESTMENTS

Investments by major types for the years ended June 30, 2007 and 2006 are as follows:

	<u>2007</u>		<u>2006</u>	
	<u>Cost</u>	<u>Fair Value</u>	<u>Cost</u>	<u>Fair Value</u>
Unrestricted				
Equity funds	\$ 22,139	\$ 30,914	\$ 43,131	\$ 53,078
Bond funds	14,123	13,974	21,025	20,531
Endowment				
Equity funds	91,207	126,049	86,576	112,400
Bond funds	57,337	56,557	41,633	40,583
Scholarship Endowment				
Equity funds	38,830	49,469	47,320	52,832
Bond funds	24,079	23,823	25,422	24,831
Title III Special Endowment				
Common stock and equity mutual funds	612,736	744,938	519,446	606,268
US Government, agency obligations, corporate bonds, and bond mutual funds	347,319	346,493	304,924	300,304
Alumni Scholarship				
Equity funds	7,576	7,490	12,251	15,227
Bond funds	12,249	16,760	5,422	5,296
Tri-County Educational				
Equity funds	129,578	178,785	128,736	165,826
US Government, agency obligations, corporate bonds, and mutual funds	78,260	77,855	57,162	56,435
Technology Endowment				
Equity funds	31,276	43,233	31,861	38,902
Bond funds	18,758	18,563	13,775	13,465
Other - Capital Funds				
Equity funds	117,511	150,548	69,492	91,348
Bond funds	71,093	70,489	47,379	46,505
Robinson Scholarship				
Equity funds	36,203	50,376	38,300	47,493
Bond funds	22,167	21,945	17,279	16,899
	<u>\$ 1,732,441</u>	<u>\$ 2,028,261</u>	<u>\$ 1,511,134</u>	<u>\$ 1,708,223</u>

Net realized gains on sale of investments were \$112,122 and \$83,177 and capital gains distributions were \$750 and \$20,441 for the years ended June 30, 2007 and 2006, respectively.

(Continued)

THE EDISON FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
June 30, 2007 and 2006

NOTE 5 - PLEDGES RECEIVABLE

As of June 30, 2007 and 2006, contributors to the Foundation have outstanding unconditional pledges totaling \$2,770,454 and \$1,706,422, respectively. Gross pledges receivable have been discounted to a net present value of \$2,430,282 and \$1,571,266 as of June 30, 2007 and 2006, respectively, which represents fair market value. The discount rate was 5% for 2007 and 2006. An allowance for doubtful pledges of \$78,500 has been applied to the gross receivable balance as of June 30, 2007 and 2006. The allowance is based upon management's judgment, past collection experience and other relevant factors. All pledges have been classified as temporarily restricted net assets since they will either expire or be fulfilled within a specified period of time. Gross pledges are due as follows:

	<u>2007</u>	<u>2006</u>
Less than one year	\$ 633,922	\$ 462,333
One to five years	1,795,339	1,108,000
More than five years	<u>1,021</u>	<u>933</u>
Total	<u>\$ 2,430,282</u>	<u>\$1,571,266</u>

NOTE 6 - SCHELL GRANT

The Fifth Third Charitable Screening Committee (the "Committee") has approved a grant from the Charles E. Schell Foundation, Fifth Third Bank, Trustee, subject to certain conditions. An initial contribution of \$25,000 was granted to the Foundation in 2004 to administer as interest-free student loans through the College. The amount may be renewed for three or more years (for a total grant of funds of \$100,000), contingent on successful administration of the program, and compliance with terms of the award. It is the intention of the Committee that the funds become a revolving loan fund to the Foundation. Additional contributions of \$25,000 were granted and received by the Foundation in 2006 and 2007. As of June 30, 2007, the total grant of funds to the Foundation was \$100,000.

SUPPLEMENTAL SCHEDULE

THE EDISON FOUNDATION, INC.
 SCHEDULE OF ENDING NET ASSETS BY CLASS TO JUNE 30, 2007 FIFTH THIRD TRUST STATEMENTS
 Year ended June 30, 2007

	Unrestricted	Savings Account	Endowment	Scholarship Endowment	Title III Special Endowment	Alumni Scholarship	Tri-County Educational	Campaign and Other Capital Funds	Technology Endowment	Robinson Scholarship	Total
Revenue and other support											
Gifts and grants	\$ -	\$ 35,955	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,180	\$ -	\$ -	\$ 37,135
Holiday evening event	-	137,020	-	-	-	-	-	-	-	-	137,020
Capital campaign	-	-	-	-	-	-	-	1,458,133	-	-	1,458,133
Graduate academy	-	4,751	-	-	-	-	-	-	-	-	4,751
Interest and dividends	3,494	3,956	8,051	3,632	38,885	1,075	11,869	32,389	2,799	3,181	109,331
Net realized and unrealized gains	8,294	-	17,771	7,965	111,896	2,380	25,548	24,551	6,113	7,301	211,819
Total revenue and other support	11,788	181,682	25,822	11,597	150,781	3,455	37,417	1,516,253	8,912	10,482	1,958,189
Expenses											
College scholarship awards	-	-	-	15,097	-	-	2,000	101,000	-	250	118,347
Holiday evening event	-	-	-	-	-	-	-	106,431	-	-	106,431
Capital campaign	-	-	-	-	-	-	-	90,279	-	-	90,279
Salary	35,000	-	-	-	-	-	-	-	-	-	35,000
Bad debt	-	-	-	-	-	-	-	2,514	-	-	2,514
Graduate academy	-	-	-	-	-	-	-	7,923	-	-	7,923
Professional	6,200	-	-	-	-	-	-	-	-	-	6,200
Investment advisory fee	369	-	843	384	7,464	113	1,234	2,827	288	341	13,863
Receptions	2,815	-	-	-	-	-	-	2,174	-	-	4,989
Miscellaneous	15	500	-	-	10,000	-	-	107	-	-	10,622
Transfers	(3,258)	200,365	-	-	-	-	-	(197,107)	-	-	-
Total expenses	41,141	200,865	843	15,481	17,464	113	3,234	116,148	288	591	396,168
Change in net assets	(29,353)	(19,183)	24,979	(3,884)	133,317	3,342	34,183	1,400,105	8,624	9,891	1,562,021
Beginning of year net assets	76,680	62,947	165,282	79,102	1,016,359	21,935	234,839	1,725,273	56,563	66,033	3,505,013
End of year net assets	47,327	43,764	190,261	75,218	1,149,676	25,277	269,022	3,125,378	65,187	75,924	5,067,034
Reconciliation to Trust statements											
Ending net assets per books	\$ 47,327	\$ 43,764	\$ 190,261	\$ 75,218	\$ 1,149,676	\$ 25,277	\$ 269,022	\$ 3,125,378	\$ 65,187	\$ 75,924	\$ 5,067,034
Interest and dividend receivable	(217)	-	(873)	(350)	(6,140)	(117)	(1,732)	(3,681)	(292)	(342)	(13,744)
Pledges receivable	-	-	-	-	-	-	-	(2,351,782)	-	-	(2,351,782)
Payable to College	-	-	-	-	-	-	-	26,778	-	-	26,778
Accounts payable	286	-	-	-	-	-	-	-	-	-	286
Schell grant payable	-	-	-	-	-	-	-	100,000	-	-	100,000
Balance per trust statements	\$ 47,327	\$ 43,764	\$ 189,388	\$ 74,868	\$ 1,143,536	\$ 25,160	\$ 267,290	\$ 896,692	\$ 64,895	\$ 75,582	\$ 2,828,572

(Continued)

THE EDISON FOUNDATION, INC.
 SCHEDULE OF ENDING NET ASSETS BY CLASS TO JUNE 30, 2007 FIFTH THIRD TRUST STATEMENTS (Continued)
 Year ended June 30, 2007

	Unrestricted	Savings Account	Endowment	Scholarship Endowment	Title III Special Endowment	Alumni Scholarship	Tri-County Educational	Campaign and Other Capital Funds	Technology Endowment	Robinson Scholarship	Total
Unrestricted Net Assets											
Revenue and other support:											
Gifts and grants	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Holiday evening event	-	-	-	-	-	-	-	-	-	-	-
Capital campaign	-	-	-	-	-	-	-	-	-	-	-
Graduate Academy	-	-	-	-	-	-	-	-	-	-	-
Interest and dividends	3,494	-	8,051	3,632	19,444	1,075	11,869	32,389	2,799	3,181	85,934
Net realized and unrealized gains	8,294	-	17,771	7,965	55,948	2,380	25,548	24,551	6,113	-	148,570
Total revenue and other support	11,788	-	25,822	11,597	75,392	3,455	37,417	56,940	8,912	3,181	234,504
Expenses and transfers											
College scholarship awards	-	-	-	-	-	-	-	-	-	250	250
Holiday evening event	-	-	-	-	-	-	-	-	-	-	-
Capital campaign	-	-	-	-	-	-	-	-	-	-	-
Salary	35,000	-	-	-	-	-	-	-	-	-	35,000
Bad debt	-	-	-	-	-	-	-	-	-	-	-
Legal and professional	6,200	-	-	-	-	-	-	-	-	-	6,200
Investment advisory fee	369	-	843	384	3,732	113	1,234	2,827	288	341	10,131
Receptions	2,815	-	-	-	-	-	-	-	-	-	2,815
Miscellaneous	15	500	-	-	10,000	-	-	107	-	-	10,622
Transfer	(3,258)	-	-	-	-	-	-	-	-	-	(3,258)
Total expenses	41,141	500	843	384	13,732	113	1,234	2,934	288	591	61,760
Change in net assets	(29,353)	(500)	24,979	11,213	61,660	3,342	36,183	54,006	8,624	2,590	172,774
Beginning of year net assets	76,680	9,796	125,631	21,289	290,813	9,924	165,662	367,066	17,096	452	1,084,409
End of year net assets	47,327	9,296	150,610	32,502	352,473	13,266	201,845	421,072	25,720	3,042	1,257,153
Temporarily restricted net assets											
Revenue and other support											
Gifts and grants	-	35,955	-	-	-	-	-	1,180	-	-	37,135
Holiday evening event	-	137,020	-	-	-	-	-	-	-	-	137,020
Capital campaign	-	-	-	-	-	-	-	1,458,133	-	-	1,458,133
Graduate Academy	-	-	-	-	-	-	-	-	-	-	4,751
Interest and dividends	-	4,751	-	-	-	-	-	-	-	-	4,751
Net realized and unrealized gains	-	3,956	-	-	19,441	-	-	-	-	-	23,397
Total revenue and other support	-	181,682	-	-	55,948	-	-	-	-	-	55,948
	-	-	-	-	75,389	-	-	1,459,313	-	-	1,716,384

(Continued)

THE EDISON FOUNDATION, INC.
 SCHEDULE OF ENDING NET ASSETS BY CLASS TO JUNE 30, 2007 FIFTH THIRD TRUST STATEMENTS (Continued)
 Year ended June 30, 2007

	Unrestricted	Savings Account	Endowment	Scholarship Endowment	Title III Special Endowment	Alumni Scholarship	Tri-County Educational	Other Capital Funds	Technology Endowment	Robinson Scholarship	Total
Expenses (classified as unrestricted expenses in the Statement of Activities)											
College scholarship	\$ -	\$ -	\$ -	\$ 15,097	\$ -	\$ -	\$ 2,000	\$ 101,000	\$ -	\$ -	\$ 118,097
Holiday evening event	-	-	-	-	-	-	-	106,431	-	-	106,431
Capital campaign	-	-	-	-	-	-	-	90,279	-	-	90,279
Salary	-	-	-	-	-	-	-	-	-	-	-
Bad debt	-	-	-	-	-	-	-	2,514	-	-	2,514
Graduate Academy	-	-	-	-	-	-	-	7,923	-	-	7,923
Legal and professional	-	-	-	-	-	-	-	-	-	-	-
Investment advisory fee	-	-	-	-	3,732	-	-	-	-	-	3,732
Receptions	-	-	-	-	-	-	-	2,174	-	-	2,174
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-
Transfers	-	200,365	-	-	-	-	-	(197,107)	-	-	3,258
Total expenses	-	200,365	-	15,097	3,732	-	2,000	113,214	-	-	334,408
Change in net assets	-	(18,683)	-	(15,097)	71,657	-	(2,000)	1,346,099	-	-	1,381,976
Beginning of year net assets	-	53,151	39,651	57,813	725,546	12,011	69,177	1,358,207	39,467	-	2,355,023
End of year net assets	-	34,468	39,651	42,716	797,203	12,011	67,177	2,704,306	39,467	-	3,736,992
Permanently restricted net assets	-	-	-	-	-	-	-	-	-	7,301	7,301
Net realized and unrealized gains	-	-	-	-	-	-	-	-	-	7,301	7,301
Change in net assets	-	-	-	-	-	-	-	-	-	7,301	7,301
Beginning of year net assets	-	-	-	-	-	-	-	-	-	65,581	65,581
End of year net assets	-	-	-	-	-	-	-	-	-	72,882	72,882
Total net assets	\$ 47,322	\$ 43,764	\$ 190,261	\$ 75,218	\$ 1,149,676	\$ 25,277	\$ 269,022	\$ 3,125,378	\$ 65,187	\$ 75,924	\$ 5,067,034



Crowe Chizek and Company LLC
Member Horwath International

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF
FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

Board of Directors
The Edison Foundation, Inc. and Ms. Mary Taylor,
Auditor of State of Ohio
Piqua, Ohio

We have audited the financial statements of The Edison Foundation, Inc. (the "Foundation") as of and for the year ended June 30, 2007, and have issued our report thereon dated the same date as this report. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Foundation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Foundation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Foundation's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Foundation's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Board of Directors, management and the Auditor of State of Ohio and is not intended to be and should not be used by anyone other than these specified parties.

Crowe Chizek and Company LLC
Crowe Chizek and Company LLC

Columbus, Ohio
October 15, 2007



Mary Taylor, CPA
Auditor of State

THE EDISON FOUNDATION, INC.

MIAMI COUNTY

CLERK'S CERTIFICATION

This is a true and correct copy of the report which is required to be filed in the Office of the Auditor of State pursuant to Section 117.26, Revised Code, and which is filed in Columbus, Ohio.

Susan Babbitt

CLERK OF THE BUREAU

**CERTIFIED
DECEMBER 6, 2007**