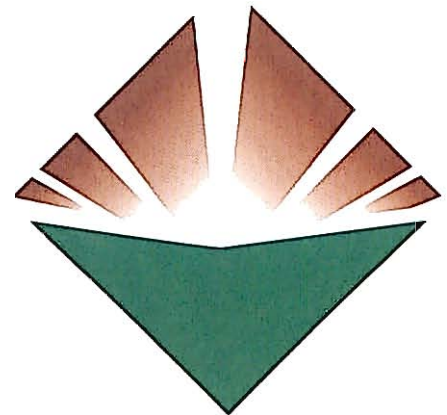


**Ohio Historical Society
and Affiliate**
Audited Consolidated Financial Statements

As of and for the Years Ended
June 30, 2010 and 2009



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future.



Mary Taylor, CPA
Auditor of State

Board of Trustees
Ohio Historical Society and Affiliate
1982 Velma Avenue
Columbus, Ohio 43211

We have reviewed the *Independent Auditors' Report* of the Ohio Historical Society and Affiliate, Franklin County, prepared by Rea & Associates, Inc., for the audit period July 1, 2009 through June 30, 2010. 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 Ohio Historical Society and Affiliate is responsible for compliance with these laws and regulations.

Mary Taylor

Mary Taylor, CPA
Auditor of State

November 19, 2010

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Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future

September 16, 2010

To the Board of Trustees
Ohio Historical Society and Affiliate
Columbus, Ohio

INDEPENDENT AUDITORS' REPORT

We have audited the accompanying consolidated statements of financial position of the Ohio Historical Society and Affiliate (the "Organization") as of June 30, 2010 and 2009 and the related consolidated statements of activities, changes in net assets and cash flows for the years 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 audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and 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 audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we express no such opinion. 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Ohio Historical Society and Affiliate as of June 30, 2010 and 2009 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 September 16, 2010 on our consideration of the Organization'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 considered in assessing the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

The accompanying consolidating financial statements as of and for the years ended June 30, 2010 and 2009 are presented for the purposes of additional analysis and are not a required part of the basic consolidated financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and in our opinion, the information is fairly stated in all material respects in relation to the basic consolidated financial statements taken as a whole.

Rea & Associates, Inc.

Rea & Associates, Inc.

OHIO HISTORICAL SOCIETY AND AFFILIATE
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2010 AND 2009

	June 30, 2010				June 30, 2009			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
ASSETS								
CURRENT ASSETS:								
Cash and cash equivalents	\$ 1,200,698	\$ 173,549	\$ 10,550	\$ 1,384,797	\$ 1,444,034	\$ 182,977	\$ 5,600	\$ 1,632,611
Receivables:								
Grants	554,458	-	-	554,458	536,082	-	-	536,082
Contracts	1,065,460	-	-	1,065,460	722,796	-	-	722,796
Contributions, net	-	35,052	-	35,052	-	112,302	-	112,302
Other, net	37,641	19	-	37,660	33,427	4,939	-	38,366
Inventories, net	238,400	-	-	238,400	340,341	-	-	340,341
Prepaid expenses and other current assets	105,085	34,274	-	139,359	158,378	34,274	-	192,652
Total current assets	3,201,742	242,894	10,550	3,455,186	3,235,058	334,492	5,600	3,575,150
PROPERTY AND EQUIPMENT, net	557,462	-	-	557,462	626,674	-	-	626,674
LONG-TERM INVESTMENTS	5,570,183	3,257,484	3,712,382	12,540,049	5,705,155	3,084,775	3,835,705	12,625,635
Total assets	<u>\$ 9,329,387</u>	<u>\$ 3,500,378</u>	<u>\$ 3,722,932</u>	<u>\$ 16,552,697</u>	<u>\$ 9,566,887</u>	<u>\$ 3,419,267</u>	<u>\$ 3,841,305</u>	<u>\$ 16,827,459</u>
LIABILITIES AND NET ASSETS								
CURRENT LIABILITIES:								
Accounts payable	\$ 745,350	\$ -	\$ -	\$ 745,350	\$ 818,749	\$ -	\$ -	\$ 818,749
Accrued salaries, wages and other accrued liabilities	1,007,476	-	-	1,007,476	1,433,236	-	-	1,433,236
Accrued leave liability	780,340	-	-	780,340	969,773	-	-	969,773
Deferred state support	214,134	-	-	214,134	86,390	-	-	86,390
Deferred subscription and other revenue	684,665	-	-	684,665	692,700	-	-	692,700
Total current liabilities	3,431,965	-	-	3,431,965	4,000,848	-	-	4,000,848
NET ASSETS:								
Operations	2,784,894	2,768,156	-	5,553,050	2,694,858	2,963,368	-	5,658,226
Board designated:								
Reserves	493,375	-	-	493,375	489,389	-	-	489,389
Specific programs and projects	1,069,829	-	-	1,069,829	1,012,696	-	-	1,012,696
Ohio Bicentennial Commission	-	165,802	-	165,802	-	182,977	-	182,977
Endowment fund balance	(5,278)	566,420	3,722,932	4,284,074	(32,401)	272,922	3,841,305	4,081,826
Quasi-Endowment	1,554,602	-	-	1,554,602	1,401,497	-	-	1,401,497
Total net assets	5,897,422	3,500,378	3,722,932	13,120,732	5,566,039	3,419,267	3,841,305	12,826,611
Total liabilities and net assets	<u>\$ 9,329,387</u>	<u>\$ 3,500,378</u>	<u>\$ 3,722,932</u>	<u>\$ 16,552,697</u>	<u>\$ 9,566,887</u>	<u>\$ 3,419,267</u>	<u>\$ 3,841,305</u>	<u>\$ 16,827,459</u>

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

OHIO HISTORICAL SOCIETY AND AFFILIATE

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:				
State appropriations:				
Operating subsidies	\$ 7,275,353	\$ -	\$ -	\$ 7,275,353
Capital projects	3,058,185	-	-	3,058,185
Government contracts and grants	3,415,458	-	-	3,415,458
Private contracts and grants	70,882	-	-	70,882
Contributions	358,245	548,864	76,564	983,673
Contributed materials and services	505,148	-	-	505,148
Other support	51,543	4,000	-	55,543
Total support	14,734,814	552,864	76,564	15,364,242
REVENUE:				
Admissions and parking	333,208	-	-	333,208
Memberships and subscriptions	358,407	-	-	358,407
Investment income	187,816	135,272	-	323,088
Sales	198,108	-	-	198,108
Special events	91,148	-	-	91,148
Program services income	457,120	-	-	457,120
Other revenue	122,135	-	-	122,135
Total revenue	1,747,942	135,272	-	1,883,214
Net assets released from restriction	1,384,790	(1,189,853)	(194,937)	-
Total support and revenue	17,867,546	(501,717)	(118,373)	17,247,456
EXPENSES:				
Program expenses:				
Site operations, educational and interpretive programs	8,991,982	-	-	8,991,982
State archives and library	1,173,521	-	-	1,173,521
Historic preservation office	1,693,522	-	-	1,693,522
Capital projects	3,058,258	-	-	3,058,258
Support services:				
Management and general	2,358,314	-	-	2,358,314
Business ventures	171,417	-	-	171,417
Fundraising	415,884	-	-	415,884
Total expenses	17,862,898	-	-	17,862,898
Changes in net assets from operations	4,648	(501,717)	(118,373)	(615,442)
OTHER INCOME (EXPENSES):				
Life insurance proceeds	250,553	-	-	250,553
Collection items purchased but not capitalized	(27,976)	-	-	(27,976)
Net realized and unrealized gains (losses) on investments	661,250	545,368	-	1,206,618
Changes in net asset before transfer of fund restrictions	888,475	43,651	(118,373)	813,753
Transfers to outside organizations	(531,955)	12,323	-	(519,632)
Transfer of fund restrictions	(25,137)	25,137	-	-
Changes in net assets	331,383	81,111	(118,373)	294,121
NET ASSETS, beginning of year	5,566,039	3,419,267	3,841,305	12,826,611
NET ASSETS, end of year	\$ 5,897,422	\$ 3,500,378	\$ 3,722,932	\$ 13,120,732

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

OHIO HISTORICAL SOCIETY AND AFFILIATE

CONSOLIDATED STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:				
State appropriations:				
Operating subsidies	\$ 11,607,426	\$ -	\$ -	\$ 11,607,426
Capital projects	3,056,434	-	-	3,056,434
Government contracts and grants	2,331,736	-	-	2,331,736
Private contracts and grants	116,810	-	-	116,810
Contributions	307,736	671,784	8,148	987,668
Contributed materials and services	496,965	-	-	496,965
Other support	45,600	8,577	150	54,327
Total support	17,962,707	680,361	8,298	18,651,366
REVENUE:				
Sales	685,735	-	-	685,735
Investment income	238,287	160,533	-	398,820
Admissions and parking	944,481	-	-	944,481
Memberships and subscriptions	383,962	-	-	383,962
Special events	148,212	-	-	148,212
Program services income	458,786	-	-	458,786
Other revenue	129,120	-	-	129,120
Total revenue	2,988,583	160,533	-	3,149,116
Net assets released from restriction	626,949	(626,949)	-	-
Total support and revenue	21,578,239	213,945	8,298	21,800,482
EXPENSES:				
Program expenses:				
Site operations, educational and interpretive programs	11,347,193	-	-	11,347,193
State archives and library	1,476,674	-	-	1,476,674
Historic preservation office	1,599,319	-	-	1,599,319
Capital projects	3,049,453	-	-	3,049,453
Support services:				
Management and general	2,921,539	-	-	2,921,539
Business ventures	817,414	-	-	817,414
Fundraising	400,556	-	-	400,556
Total expenses	21,612,148	-	-	21,612,148
Changes in net assets from operations	(33,909)	213,945	8,298	188,334
OTHER INCOME (EXPENSES):				
Collection items purchased but not capitalized	(5,516)	-	-	(5,516)
Net realized and unrealized gains (losses) on investments	(914,550)	(865,498)	-	(1,780,048)
Changes in net asset before transfer	(953,975)	(651,553)	8,298	(1,597,230)
Transfer of fund restrictions	13,895	881,572	(895,467)	-
Changes in net assets	(940,080)	230,019	(887,169)	(1,597,230)
NET ASSETS, beginning of year	6,506,119	3,189,248	4,728,474	14,423,841
NET ASSETS, end of year	\$ 5,566,039	\$ 3,419,267	\$ 3,841,305	\$ 12,826,611

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

OHIO HISTORICAL SOCIETY AND AFFILIATE
CONSOLIDATED STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010	2009
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ 294,121	\$ (1,597,230)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Depreciation	102,892	149,720
Impairment loss on property and equipment	-	152,788
Loss on sale or disposal of property and equipment	7,470	-
Net realized and unrealized (gains) losses on investments	(1,206,618)	1,780,048
(Increase) decrease in operating assets:		
Receivables	(283,084)	541,719
Inventories	101,941	58,316
Prepaid expenses and other current assets	53,293	71,487
Increase (decrease) in operating liabilities:		
Accounts payable	(73,399)	(203,838)
Accrued salaries, wages and other accrued liabilities	(425,760)	9,876
Accrued leave liability	(189,433)	(242,986)
Deferred state support	127,744	(10,791)
Deferred subscription and other revenue	(8,035)	188,434
Total adjustments	(1,792,989)	2,494,773
Net cash provided by (used in) operating activities	(1,498,868)	897,543
CASH FLOWS FROM INVESTING ACTIVITIES:		
Payments for purchases of long-term investments and reinvested interest and dividends	(1,874,026)	(380,627)
Proceeds from the sale of long-term investments	3,166,230	-
Payments for the purchase of property and equipment	(50,000)	(17,082)
Proceeds from the sale of property and equipment	8,850	-
Net cash provided by (used in) investing activities	1,251,054	(397,709)
Net increase (decrease) in cash and cash equivalents	(247,814)	499,834
CASH AND CASH EQUIVALENTS, beginning of year	1,632,611	1,132,777
CASH AND CASH EQUIVALENTS, end of year	\$ 1,384,797	\$ 1,632,611

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

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Purpose

The Ohio Historical Society (the "Society") was incorporated in 1885 as a private nonprofit organization. The Society conducts programs that identify, authenticate, collect, preserve, educate and interpret records, objects and places related to the State of Ohio's pre-history, history and natural history and publishes a magazine and pamphlets. The Society has been authorized and directed by numerous acts of the General Assembly of Ohio to perform certain functions such as manage the State's historic preservation program, supervise the State archives and a major history library, and act as custodian and administrator of certain historic sites owned by the State. The Society operates several museums and sites (some of which are owned by the Society) throughout the State. The Society is governed by a Board of Trustees comprised of 21 members serving three-year staggered terms. Nine members of the Board are elected by the Society's membership, nine members are appointed by the governor of the State, and three members are appointed by the Society's Board.

The Ohio Historical Society Foundation (the "Foundation") is a nonprofit corporation established in 1983 to assist the Society in its fundraising activities. The Foundation seeks, accepts and manages private contributions from organizations and individuals who believe in the preservation of Ohio's historical, natural and archeological heritage. It also applies for certain types of grants, both public and private, that serve the purposes for which the Society and Foundation were organized. Conestoga, a volunteer support group, was established by the Foundation to organize and carry out certain fundraising activities on behalf of the Foundation. The accounts of the Foundation, including Conestoga, are included in these consolidated financial statements.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of the Ohio Historical Society and the Ohio Historical Society Foundation (collectively, the "Organization"). All significant intercompany accounts and transactions have been eliminated in consolidation.

Basis of Accounting

The accompanying consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America.

Use of Management 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.

Fund Accounting

To ensure observance of limitations and restrictions placed on the use of resources available to the Organization, the Organization's accounts are maintained in accordance with the principles of fund accounting. Separate accounts are maintained for each fund; however, in the accompanying consolidated financial statements, funds that have similar characteristics have been combined into fund groups according to their nature, purpose, and donor-imposed restrictions and/or conditions.

Revenue Recognition

The Organization's revenue recognition policies are as follows:

Grant Revenue

The Organization receives grants from various government agencies. Revenue is recognized when earned, which is at the time qualifying expenses are incurred. The Organization's grant support activity is subject to review by the granting entities.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

State Subsidies

The Organization receives significant subsidies from the State of Ohio. Subsidies appropriated to defray operational costs (mandated under Section 149.3 of the Ohio Revised Code) are recognized as unrestricted support when received, or in the case of the Ohio Bicentennial Commission, as temporarily restricted support. Subsidies appropriated for capital improvements are recognized as support at the time related expenditures are made. Any excess of receipts over expenditures for State capital improvement appropriations or government grants is recorded as deferred support.

Contributions

Contributions and gifts are recorded at fair value at the date of the donor's promise to give. These contributions and gifts are considered to be available for unrestricted use, unless specifically restricted by the donor.

Contributed Facilities, Services and Materials

The Organization occupies, without charge, certain administrative offices owned by the State of Ohio. A substantial number of individuals have made significant contributions of their time to Organization programs. The Organization received in-kind contributions of services and materials that are reflected in the consolidated financial statements at their estimated fair value. The value of these contributions is reflected in the consolidated statements of activities and changes in net assets as contributed materials and services and as program expenses. A breakdown of the kind of service volunteered, associated hours contributed, and estimated values are shown below.

Kind of Service	2010		2009	
	Hours Contributed	Estimated Value	Hours Contributed	Estimated Value
Interpretive services	23,292	\$ 259,700	31,167	\$ 347,512
Collection/curatorial services	10,253	132,064	6,156	78,082
Research	3,632	50,634	3,281	46,616
All other services	6,324	62,750	2,588	24,755
Total	43,501	\$ 505,148	43,192	\$ 496,965

The Organization received other in-kind contributions of services that are not reflected in the consolidated financial statements since they do not meet the recognition criteria under generally accepted accounting principles.

Sales, Admissions, and Parking

Receipts from the sale of merchandise are recognized as revenue as the items are delivered to the customers. Admissions and parking receipts are recognized as earned, which occurs when the services are provided to the customers.

Memberships

All membership receipts, including subscription revenues, are deferred and recognized over the period to which the memberships are related.

Cash and Cash Equivalents

For purposes of reporting cash flows, cash and cash equivalents include cash on hand, cash deposits held at financial institutions and financial instruments with an original maturity of 90 days or less.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Receivables

Receivables primarily represent amounts due to the Organization under government grants, contracts, contributions, or from others. Receivables are presented net of estimated allowances for doubtful accounts. Management provides for doubtful accounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual receivables. Amounts are written off when deemed uncollectible. Recoveries of receivables previously written off are recorded as income when received. As of June 30, 2010 and 2009, there was no allowance for doubtful accounts.

Contract receivables represent reimbursements for capital project expenses due from the Ohio Cultural Facilities Commission (see Note 9). \$601,080 and \$406,938 of these receivables were unbilled as of June 30, 2010 and 2009, respectively.

Inventories

Inventories consist of supplies and resale merchandise, and are valued at the lower of average cost or market. Inventories are presented net of an allowance for obsolescence in the amount of \$31,500 and \$65,500 as of June 30, 2010 and 2009, respectively.

Property and Equipment

Property and equipment are carried at cost, less accumulated depreciation. Depreciation is provided over the estimated useful lives of the underlying assets. Maintenance and repairs are charged to operations when incurred. Renewals and betterments of a nature considered to materially extend useful lives of the assets are capitalized. When assets are retired or otherwise disposed of, the assets and related allowances for depreciation and amortization are eliminated from the accounts and any resulting gain or loss is reflected in income. Depreciation for financial reporting purposes is based on the following policies:

<u>Description</u>	<u>Useful Lives</u>	<u>Method</u>
Machinery and equipment	3-15 years	Straight-line
Vehicles	5 years	Straight-line
Buildings	30 years	Straight-line

Collections and Exhibits

Purchased and contributed collection and library objects are not included in the consolidated statements of financial position. No amounts are included in the consolidated statements of activities and changes in net assets for contributed collection objects because reasonable estimates of value are generally not available due to the nature of the objects. Donated items fall in the category of works of art, historical treasures and similar assets (see Note 6).

Long-Term Investments

Long-term investments primarily consist of an internally managed portfolio of stocks, bonds, and mutual funds and are presented at fair value. Net realized and unrealized gains and losses are reported as increases or decreases in unrestricted net assets, unless their use is temporarily or permanently restricted by explicit donor stipulations.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Measurements

The Financial Accounting Standards Board establishes a framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under this framework are described below:

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organization has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used as of June 30, 2010 and 2009.

Common stocks, corporate bonds and U.S. government securities: Valued at the closing price reported on the active market on which the individual securities are traded.

Mutual funds: Valued at the net asset value ("NAV") of shares held by the Organization at year end.

All of the Organization's financial instruments measured at fair value consist of assets which are valued using Level 1 inputs as of June 30, 2010 and 2009.

Classification of Net Assets

The Organization's resources are classified into three net asset categories according to donor-imposed restrictions. A description of the categories follows:

Unrestricted - Net assets that are not subject to donor-imposed stipulations, even though their use may be limited in other respects, such as by contract or by Board designation. Donor restricted contributions whose restrictions are met in the same year as the contributions are recorded as unrestricted net assets.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Temporarily Restricted - Net assets whose use by the Organization is limited by the donor-imposed stipulations that either expire by the passage of time or that can be fulfilled by actions of the Organization.

Permanently Restricted - Net assets whose use by the Organization is permanently limited by donor-imposed stipulations.

Quasi-Endowment Funds

The Organization maintains unrestricted contributions that are earmarked as quasi-endowment funds by the Organization's Board of Trustees.

UPMIFA, ASC 958-205 and Endowment Funds

On November 17, 2008, the General Assembly adopted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"). The law was signed on January 6, 2009 and it became effective June 1, 2009. The Organization has evaluated the potential impact of the law as it relates to the Organization and the required disclosures in the consolidated financial statements.

During 2008, the Financial Accounting Standards Board released ASC 958-205, providing guidance on the net asset classification of donor-restricted endowment funds. ASC 958-205 requires enhanced disclosures for endowment funds.

The Board of Trustees has approved an investment policy detailing the long term goals, asset allocation, guidelines for security selection, measurable objectives and on-going communication. Objectives of the policy are, first and foremost, to preserve the safety to the principal and second, to maximize investment income. Endowment funds are subject to the investment policy approved by the Board of Trustees.

The Organization's endowment consists of several permanently restricted funds established for a variety of purposes. The endowment funds are recorded at historical dollar value. Income and realized/unrealized gains/losses for some specific funds' income is to be recorded as temporarily restricted until spent for those specific purposes in accordance with the spending policy approved by the Board of Trustees. In addition, earnings in excess of the spending policy may be added to permanently restricted corpus. Income from other funds is to be used for general operations, and is recorded as unrestricted.

Joint Activity Costs

The Organization allocates joint costs to program, management and general and fundraising expenses. Cost allocation occurs whenever costs are associated with more than one activity, and are attributed to each activity specifically.

Advertising Costs

Advertising costs are expensed as incurred. Advertising costs were \$107,089 and \$270,788 for the years ended June 30, 2010 and 2009, respectively.

Salary Deferral Plans

Employees of the Organization are eligible to participate, on a voluntary basis, in several salary deferral plans that permit the deferral of compensation to future years. These plans are covered by either Section 457 or Section 403(b) of the Internal Revenue Code. All deferred compensation is paid to third-party administrators.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Income Taxes

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. However, certain business activities of the Organization may be subject to Federal income taxes. No provision for federal taxes was necessary for the years ended June 30, 2010 and 2009.

Effective July 1, 2009, generally accepted accounting principles require the Organization to evaluate the level of uncertainty related to whether tax positions taken will be sustained upon examination. Any positions taken that do not meet the more-likely-than-not threshold must be quantified and recorded as a liability for unrecognized tax benefits in the accompanying statements of financial position along with any associated interest and penalties that would be payable to the taxing authorities upon examination. Management believes that none of the tax positions taken would materially impact the financial statements and no such liabilities have been recorded. With few exceptions, the Organization is no longer subject to income tax examinations by the U.S. Federal, state or local tax authorities for the years ended June 30, 2006 and prior.

Subsequent Events

The Organization has evaluated subsequent events through September 16, 2010, the date on which the financial statements were available to be issued. There were no subsequent events requiring disclosure.

NOTE 2: RISKS AND UNCERTAINTIES

Uninsured Risk - Cash Deposits

The Organization maintains its cash and cash equivalent balances in various financial institutions located in central Ohio. These balances are insured by the Federal Deposit Insurance Corporation ("FDIC"), up to a coverage limit. In October 2008, the limit on federal deposit insurance coverage was temporarily increased from \$100,000 to \$250,000, through December 31, 2009. Subsequent to year end, the FDIC further extended this coverage limit through December 2013. The FDIC also announced that it would provide an unlimited guarantee on deposits held in non-interest bearing transaction accounts at U.S. banks through December 2010. The Organization's cash and cash equivalent balances are in financial institutions that are participating in the extended guarantee programs. However, the Organization has both interest and non-interest bearing accounts. Therefore, from time to time, the Organization may have balances that exceed the insured limit.

Market Risk - Investments

The accompanying consolidated financial statements include investments in equity securities, corporate bonds and mutual funds. The underlying investment securities are exposed to various risks, such as interest rate, market and credit risks. Due to the inherent level of risk associated with certain investment securities and the level of uncertainty related to changes in the value of investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and those changes could materially affect the amounts reported in the financial statements.

Concentration Risk – State Subsidies

State subsidies represented 41% and 54% of the Organization's total support and revenue for the years ended June 30, 2010 and 2009, respectively. Future reductions in these subsidy allocations may have a material impact on the Organization's operations.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 3: CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of the following as of June 30:

	2010	2009
Cash	\$ 444,021	\$ 860,871
Money market funds	940,776	771,740
Total	<u>\$ 1,384,797</u>	<u>\$ 1,632,611</u>

NOTE 4: CONTRIBUTIONS RECEIVABLE

Contributions receivable consist of the following as of June 30:

Contributions Receivable	2010	2009
From individuals	\$ 26,133	\$ 39,053
From corporations	15,900	86,750
Gross contributions receivable	42,033	125,803
Less: unamortized discount	(2,002)	(5,991)
Less: allowance for doubtful accounts	(4,979)	(7,510)
Net contributions receivable	<u>\$ 35,052</u>	<u>\$ 112,302</u>
Amounts due in:		
Less than one year	\$ 35,366	\$ 119,136
One to five years	6,667	6,667
Less: unamortized discount	(2,002)	(5,991)
Less: allowance for doubtful accounts	(4,979)	(7,510)
Net contributions receivable	<u>\$ 35,052</u>	<u>\$ 112,302</u>

NOTE 5: PROPERTY AND EQUIPMENT

Property and equipment consists of the following as of June 30:

	2010	2009
Machinery and equipment	\$ 1,043,494	\$ 1,059,024
Land	284,866	234,866
Vehicles	391,846	354,286
Buildings	77,800	77,800
Property and equipment, at cost	1,798,006	1,725,976
Less: accumulated depreciation	(1,240,544)	(1,099,302)
Property and equipment, net	<u>\$ 557,462</u>	<u>\$ 626,674</u>

Impairment Loss

During the year ended June 30, 2007, the Organization purchased a reception tent in the amount of \$251,650 to be rented for various corporate meetings and social events. As a result of a lack of demand for these meetings and events, the Organization has recorded an impairment loss of \$152,788 included in business ventures expenses on the consolidated statements of activities for the year ended June 30, 2009. The impairment loss estimate was based on estimated future cash flows to be generated by the asset.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 6: COLLECTIONS AND EXHIBITS

The Organization does not capitalize its artifacts and collections. The Organization's historical collections consist of approximately 1,700,000 artifacts divided into three broad categories: archaeology, natural history, and history. The archaeological collection contains objects from all prehistoric cultures in the Midwest. The natural history collections preserve representative specimens of mineral, flora, fauna and fossils from the region that is now Ohio. The history collection documents the people, events and activities of Ohio's historic period from 1650 to the present. The library contains one of the largest collections of Ohio-related books, microfilm, manuscripts, maps, state and local government records, newspapers, photographs, films, videos and recordings

The Organization has a formal collection policy that addresses the acquisition, use and disposition of objects as well as guidelines for making and receiving loans.

The Organization had no material deaccessions during fiscal years 2010 and 2009.

NOTE 7: LONG-TERM INVESTMENTS

Long-term investments consist of the following as of June 30:

	2010	2009
Certificates of deposit	\$ 456,183	\$ 99,000
Mutual funds	12,083,866	12,526,635
Total	\$ 12,540,049	\$ 12,625,635

As of June 30, 2010 and 2009, the Organization had on deposit with the Ohio Bureau of Employment Services \$99,000 of Certificates of Deposit (recorded as unrestricted long-term investments). This deposit is collateral for unemployment repayments and is required by State statute for reimbursing employers.

NOTE 8: NET ASSETS

As of June 30, 2010 and 2009, temporarily restricted net assets are available for future year operations. Amounts are as follows:

Temporarily Restricted Net Assets	2010	2009
Ohio Bicentennial Commission	\$ 165,802	\$ 182,977
For specific sites and programs	2,768,156	2,963,368
Endowment fund balance	566,420	272,922
Total	\$ 3,500,378	\$ 3,419,267

Net assets were released from donor restrictions during fiscal years 2010 and 2009 by the passage of time, incurring expenses satisfying purpose restrictions or fulfilling performance requirements specified by donors as follows:

Net Assets Released From Donor Restrictions	2010	2009
Ohio Bicentennial Commission	\$ 17,175	\$ 22,396
For specific sites and purposes	1,367,615	604,553
Total	\$ 1,384,790	\$ 626,949

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 8: NET ASSETS (Continued)

Endowment fund activity for the year ended June 30, 2010 consisted of the following:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ (32,401)	\$ 272,922	\$ 3,841,305	\$ 4,081,826
Investment return	39,446	415,152	-	454,598
Contributions	-	-	76,564	76,564
Appropriated for expenditure	(12,323)	(121,654)	-	(133,977)
Transfers to outside organizations	-	-	(194,937)	(194,937)
Endowment net assets, end of year	<u>\$ (5,278)</u>	<u>\$ 566,420</u>	<u>\$ 3,722,932</u>	<u>\$ 4,284,074</u>

Endowment fund activity for the year ended June 30, 2009 consisted of the following:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ -	\$ -	\$ 4,728,474	\$ 4,728,474
Investment return	(46,296)	(479,102)	-	(525,398)
Contributions	-	-	8,298	8,298
Appropriated for expenditure	(12,072)	(117,476)	-	(129,548)
Reclassifications	25,967	869,500	(895,467)	-
Endowment net assets, end of year	<u>\$ (32,401)</u>	<u>\$ 272,922</u>	<u>\$ 3,841,305</u>	<u>\$ 4,081,826</u>

As described in Note 1, UPMIFA prescribes new guidelines for expenditure of donor-restricted endowment funds where the focus is shifted from prudent spending to the management of the entirety of the fund. The amount that is classified as permanently restricted is the amount of the fund that a.) must be retained permanently in accordance with explicit donor stipulations, or b.) that in the absence of such stipulations, the Organization's Board of Trustees determines must be retained permanently under the relevant law. The Organization has reclassified amounts to temporarily restricted and unrestricted net assets accordingly.

NOTE 9: STATE CAPITAL APPROPRIATIONS

As of June 30, 2010, the Organization still has available for future use bond money appropriated to the Ohio Cultural Facilities Commission from the State for various capital projects in the amount of \$7,772,000. Budgetary restrictions imposed by the State may reduce the amount of funds actually available.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

NOTE 10: PUBLIC EMPLOYEES RETIREMENT SYSTEM

The Organization contributes to the Public Employees Retirement System of Ohio (the "System"), a cost-sharing, multiple-employer public employee retirement system administered by the Public Employees Retirement Board. The System provides basic retirement benefits, disability, survivor and healthcare benefits based on eligible service credit to members and beneficiaries. Benefits are established by Chapter 145 of the Ohio Revised Code. The System issues a publicly available financial report that includes financial statements and required supplementary information for the System.

Plan members and Organization employees are required to contribute 10.0% of their annual covered salary to fund pension obligations, and the Organization is required to contribute 14.0%. Contributions are authorized by State statute, and the contribution rates are determined actuarially. The Organization's contributions to the System for the years ended June 30, 2010 and 2009 were approximately \$1,111,000 and \$1,318,000, respectively, equal to the required contributions for each year.

Post-Employment Benefits Other Than Pension Benefits

The System also provides post-retirement healthcare coverage to age and service retirees with 10 or more years of qualifying Ohio service credit and to primary survivor recipients of such retirees. A portion of each employer's contribution to the System is set aside for the funding of post-retirement healthcare. The Ohio Revised Code provides statutory authority for employer contributions. The employer contribution rate was 14.0% of covered payroll; 5.5% (7.0% until March 30, 2008) was the portion that was used to fund post-retirement healthcare.

The Ohio Revised Code provides the statutory authority permitting public employers to fund post-retirement healthcare through their contributions to the System.

The System's audited estimated net assets available for payment of benefits as of December 31, 2009 (the latest information available) were approximately \$69.525 billion.

NOTE 11: COMMITMENTS AND CONTINGENCIES

The Organization is committed to certain levels of cost sharing (matching) pertaining to specific federal grants, and its obligation to complete various ongoing capital projects.

The Organization is subject to certain legal claims and matters incurred in the normal course of business. Management believes the impact of any outstanding matters as of June 30, 2010 will not have a material adverse effect on the Organization's financial position and results of activities.



Rea & Associates, Inc.

ACCOUNTANTS AND BUSINESS CONSULTANTS

Focused on Your Future

September 16, 2010

To the Board of Trustees
Ohio Historical Society and Affiliate
Columbus, Ohio

INDEPENDENT AUDITORS' 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

We have audited the consolidated financial statements of the Ohio Historical Society and Affiliate (the "Organization") as of and for the year ended June 30, 2010 and have issued our report thereon dated September 16, 2010. 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 Organization's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the consolidated financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A deficiency in internal control 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 and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, 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 Organization's consolidated 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 Trustees, Auditor of State of Ohio, management, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than those specified parties.

Rea & Associates, Inc.

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Focused on Your Future.

September 16, 2010

To the Board of Trustees
Ohio Historical Society and Affiliate
Columbus, Ohio

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Compliance

We have audited the compliance of the Ohio Historical Society and Affiliate (the "Organization") with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133, Compliance Supplement* that are applicable to its major federal program for the year ended June 30, 2010. The Organization's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to its major federal program is the responsibility of the Organization's management. Our responsibility is to express an opinion on the Organization's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Organization's compliance with those requirements.

In our opinion, the Organization complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The Organization's management is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Organization's internal control over compliance with the requirements that could have a direct and material effect on its federal programs in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

A *deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of the Board of Trustees, Auditor of State of Ohio, management, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

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OHIO HISTORICAL SOCIETY AND AFFILIATE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Federal Grantor/ Pass Through Grantor/ Program Title	CFDA Number	Federal Disbursements
U.S. National Archives and Records Administration National Historical Publications and Records Commission: Ohio Historical Records Advisory Board Planning	89.003	\$ 10,356
Institute of Museum and Library Sciences Connect Ohio	45.301	98,481
U.S. Department of Education Office of Innovation and Improvement: Ohio Historical Society Congressional Academy Program	84.215D	249,356
U.S. Department of the Interior U.S. Fish and Wildlife Service National Park Service Recent Past Historic Context and Dayton-Area Pilot Survey	15.FFC 15.904	55 117,838
Historic Preservation Fund Annual Grants	15.904	1,013,545
		<u>1,131,383</u>
Survey of Ohio's Battlefields	15.926	29,147
Save America's Treasures	15.929	217,269
		<u>1,377,854</u>
Total U.S. Department of the Interior		1,377,854
Federal Highway Administration Morgan's Raiders Highway Markers	20.205	51,516
National Endowment for the Humanities National Digital Newspaper Program	45.149	221,216
U.S. Department of Housing and Urban Development Office of Community Planning and Development Serpent Mound State Memorial	14.251	2,162
TOTAL EXPENDITURES OF FEDERAL AWARDS		<u><u>\$ 2,010,941</u></u>

See notes to the schedule of expenditures of federal awards.

OHIO HISTORICAL SOCIETY AND AFFILIATE

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1: BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of the Ohio Historical Society and Affiliate (the "Organization") and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2: SUBRECIPIENTS

Of the federal expenditures presented in the schedule, the Organization provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount</u>
National Historic Preservation Act	15.904	\$ 97,578

OHIO HISTORICAL SOCIETY AND AFFILIATE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

OMB CIRCULAR A-133, SECTION.505

JUNE 30, 2010

1. SUMMARY OF AUDITORS' RESULTS		
(d) (1) (i)	Type of Financial Statement Opinion	Unqualified
(d) (1) (ii)	Were there any material control weaknesses reported at the financial statement level (GAGAS)?	No
(d) (1) (ii)	Were there any other significant deficiencies in internal control reported at the financial statement level (GAGAS)?	No
(d) (1) (iii)	Was there any reported material non-compliance at the financial statement level (GAGAS)?	No
(d) (1) (iv)	Were there any material internal control weaknesses reported for major federal programs?	No
(d) (1) (iv)	Were there any other significant deficiencies in internal control reported for major federal programs?	No
(d) (1) (v)	Type of Major Programs' Compliance Opinion	Unqualified
(d) (1) (vi)	Are there any reportable findings under Section .510?	No
(d) (1) (vii)	Major Programs (list):	Historic Preservation Fund Grants-in-Aid (CFDA #15.904)
(d) (1) (viii)	Dollar Threshold: Type A/B Programs	Type A: > \$300,000 Type B: All others
(d) (1) (ix)	Low Risk Auditee?	Yes

2. FINDINGS RELATED TO THE FINANCIAL STATEMENTS REQUIRED TO BE REPORTED IN ACCORDANCE WITH GAGAS

None were noted

3. FINDINGS AND QUESTIONED COSTS FOR FEDERAL AWARDS

None were noted

OHIO HISTORICAL SOCIETY AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2010

	Ohio Historical Society				Ohio Historical Society Foundation			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
ASSETS								
CURRENT ASSETS								
Cash and cash equivalents	\$ 457,004	\$ 165,802	\$ -	\$ 622,806	\$ 743,694	\$ 7,747	\$ 10,550	\$ 761,991
Receivables:								
Grants	554,458	-	-	554,458	-	-	-	-
Contracts	1,065,460	-	-	1,065,460	-	-	-	-
Contributions, net	-	-	-	-	-	35,052	-	35,052
Other, net	240,515	-	-	240,515	4,840	19	-	4,859
Inventories, net	238,400	-	-	238,400	-	-	-	-
Prepaid expenses and other current assets	105,085	-	-	105,085	-	34,274	-	34,274
Total current assets	2,660,922	165,802	-	2,826,724	748,534	77,092	10,550	836,176
PROPERTY AND EQUIPMENT, net	557,462	-	-	557,462	-	-	-	-
LONG-TERM INVESTMENTS	1,224,059	-	-	1,224,059	4,346,124	3,257,484	3,712,382	11,315,990
Total assets	\$ 4,442,443	\$ 165,802	\$ -	\$ 4,608,245	\$ 5,094,658	\$ 3,334,576	\$ 3,722,932	\$ 12,152,166
LIABILITIES AND NET ASSETS								
CURRENT LIABILITIES:								
Accounts payable	\$ 750,209	\$ -	\$ -	\$ 750,209	\$ 202,855	\$ -	\$ -	\$ 202,855
Accrued salaries, wages and other accrued liabilities	1,007,476	-	-	1,007,476	-	-	-	-
Accrued leave liability	780,340	-	-	780,340	-	-	-	-
Deferred state support	214,134	-	-	214,134	-	-	-	-
Deferred subscription and other revenue	684,665	-	-	684,665	-	-	-	-
Total current liabilities	3,436,824	-	-	3,436,824	202,855	-	-	202,855
NET ASSETS:								
Operations	(557,585)	-	-	(557,585)	3,342,479	2,768,156	-	6,110,635
Board designated:								
Reserves	493,375	-	-	493,375	-	-	-	-
Specific programs and projects	1,069,829	-	-	1,069,829	-	-	-	-
Ohio Bicentennial Commission	-	165,802	-	165,802	-	-	-	-
Endowment fund balance	-	-	-	-	(5,278)	566,420	3,722,932	4,284,074
Quasi-Endowment	-	-	-	-	1,554,602	-	-	1,554,602
Total net assets	1,005,619	165,802	-	1,171,421	4,891,803	3,334,576	3,722,932	11,949,311
Total liabilities and net assets	\$ 4,442,443	\$ 165,802	\$ -	\$ 4,608,245	\$ 5,094,658	\$ 3,334,576	\$ 3,722,932	\$ 12,152,166

	Combined Total				Intercompany Adjustments		Consolidated Total			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	QHS	QHSE	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
ASSETS										
CURRENT ASSETS:										
Cash and cash equivalents	\$ 1,200,698	\$ 173,549	\$ 10,550	\$ 1,384,797	\$ -	\$ -	\$ 1,200,698	\$ 173,549	\$ 10,550	\$ 1,384,797
Receivables:										
Grants	554,458	-	-	554,458	-	-	554,458	-	-	554,458
Contracts	1,065,460	-	-	1,065,460	-	-	1,065,460	-	-	1,065,460
Contributions	-	35,052	-	35,052	-	-	-	35,052	-	35,052
Other, net	245,355	19	-	245,374	(202,855)	(4,859)	37,641	19	-	37,660
Inventories, net	238,400	-	-	238,400	-	-	238,400	-	-	238,400
Prepaid expenses and other current assets	105,085	34,274	-	139,359	-	-	105,085	34,274	-	139,359
Total current assets	3,409,456	242,894	10,550	3,662,900	(202,855)	(4,859)	3,201,742	242,894	10,550	3,455,186
PROPERTY AND EQUIPMENT, net	557,462	-	-	557,462	-	-	557,462	-	-	557,462
LONG-TERM INVESTMENTS	5,570,183	3,257,484	3,712,382	12,540,049	-	-	5,570,183	3,257,484	3,712,382	12,540,049
Total assets	\$ 9,537,101	\$ 3,500,378	\$ 3,722,932	\$ 16,760,411	\$ (202,855)	\$ (4,859)	\$ 9,329,387	\$ 3,500,378	\$ 3,722,932	\$ 16,552,697
LIABILITIES AND NET ASSETS										
CURRENT LIABILITIES:										
Accounts payable	\$ 953,064	\$ -	\$ -	\$ 953,064	\$ (4,859)	\$ (202,855)	\$ 745,350	\$ -	\$ -	\$ 745,350
Accrued salaries and wages and other accrued liabilities	1,007,476	-	-	1,007,476	-	-	1,007,476	-	-	1,007,476
Accrued leave liability	780,340	-	-	780,340	-	-	780,340	-	-	780,340
Deferred state support	214,134	-	-	214,134	-	-	214,134	-	-	214,134
Deferred subscription and other revenue	684,665	-	-	684,665	-	-	684,665	-	-	684,665
Total current liabilities	3,639,679	-	-	3,639,679	(4,859)	(202,855)	3,431,965	-	-	3,431,965
NET ASSETS:										
Operations	2,784,894	2,768,156	-	5,553,050	-	-	2,784,894	2,768,156	-	5,553,050
Board designated										
Reserves	493,375	-	-	493,375	-	-	493,375	-	-	493,375
Specific programs and projects	1,069,829	-	-	1,069,829	-	-	1,069,829	-	-	1,069,829
Ohio Bicentennial Commission	-	165,802	-	165,802	-	-	-	165,802	-	165,802
Endowment fund balance	(5,278)	566,420	3,722,932	4,284,074	-	-	(5,278)	566,420	3,722,932	4,284,074
Quasi-Endowment	1,554,602	-	-	1,554,602	-	-	1,554,602	-	-	1,554,602
Total net assets	5,897,422	3,500,378	3,722,932	13,120,732	-	-	5,897,422	3,500,378	3,722,932	13,120,732
Total liabilities and net assets	\$ 9,537,101	\$ 3,500,378	\$ 3,722,932	\$ 16,760,411	\$ (4,859)	\$ (202,855)	\$ 9,329,387	\$ 3,500,378	\$ 3,722,932	\$ 16,552,697

See Independent Auditors' Report and notes to the consolidated financial statements.

OHIO HISTORICAL SOCIETY AND AFFILIATE
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
AS OF JUNE 30, 2009

	Ohio Historical Society				Ohio Historical Society Foundation			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<u>ASSETS</u>								
CURRENT ASSETS:								
Cash and cash equivalents	\$ 1,388,698	\$ 182,977	\$ -	\$ 1,571,675	\$ 55,336	\$ -	\$ 5,600	\$ 60,936
Receivables:								
Grants	536,082	-	-	536,082	-	-	-	-
Contracts	722,796	-	-	722,796	-	-	-	-
Contributions, net	-	-	-	-	-	112,302	-	112,302
Other, net	241,402	-	-	241,402	4,305	4,939	-	9,244
Inventories, net	340,341	-	-	340,341	-	-	-	-
Prepaid expenses and other current assets	158,378	-	-	158,378	-	34,274	-	34,274
Total current assets	3,387,697	182,977	-	3,570,674	59,641	151,515	5,600	216,756
PROPERTY AND EQUIPMENT, net	626,674	-	-	626,674	-	-	-	-
LONG-TERM INVESTMENTS	1,588,053	-	-	1,588,053	4,117,102	3,084,775	3,835,705	11,037,582
Total assets	\$ 5,602,424	\$ 182,977	\$ -	\$ 5,785,401	\$ 4,176,743	\$ 3,236,290	\$ 3,841,305	\$ 11,254,338
<u>LIABILITIES AND NET ASSETS</u>								
CURRENT LIABILITIES:								
Accounts payable	\$ 827,910	\$ -	\$ -	\$ 827,910	\$ 203,119	\$ -	\$ -	\$ 203,119
Accrued salaries, wages and other accrued liabilities	1,433,236	-	-	1,433,236	-	-	-	-
Accrued leave liability	969,773	-	-	969,773	-	-	-	-
Deferred state support	86,390	-	-	86,390	-	-	-	-
Deferred subscription and other revenue	692,700	-	-	692,700	-	-	-	-
Total current liabilities	4,010,009	-	-	4,010,009	203,119	-	-	203,119
NET ASSETS:								
Operations	90,330	-	-	90,330	2,604,528	2,963,368	-	5,567,896
Board designated:								
Reserves	489,389	-	-	489,389	-	-	-	-
Specific programs and projects	1,012,696	-	-	1,012,696	-	-	-	-
Ohio Bicentennial Commission	-	182,977	-	182,977	-	-	-	-
Endowment fund balance	-	-	-	-	(32,401)	272,922	3,841,305	4,081,826
Quasi-Endowment	-	-	-	-	1,401,497	-	-	1,401,497
Total net assets	1,592,415	182,977	-	1,775,392	3,973,624	3,236,290	3,841,305	11,051,219
Total liabilities and net assets	\$ 5,602,424	\$ 182,977	\$ -	\$ 5,785,401	\$ 4,176,743	\$ 3,236,290	\$ 3,841,305	\$ 11,254,338

ASSETS	Combined Total				Intercompany Adjustments		Consolidated Total			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	OHS	OHSF	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
CURRENT ASSETS										
Cash and cash equivalents	\$ 1,444,034	\$ 182,977	\$ 5,600	\$ 1,632,611	\$ -	\$ -	\$ 1,444,034	\$ 182,977	\$ 5,600	\$ 1,632,611
Receivables										
Grants	536,082	-	-	536,082	-	-	536,082	-	-	536,082
Contracts	722,796	-	-	722,796	-	-	722,796	-	-	722,796
Contributions	-	112,302	-	112,302	-	-	-	112,302	-	112,302
Other, net	245,707	4,939	-	250,646	(203,037)	(9,243)	33,427	4,939	-	38,366
Inventories, net	340,341	-	-	340,341	-	-	340,341	-	-	340,341
Prepaid expenses and other current assets	158,378	34,274	-	192,652	-	-	158,378	34,274	-	192,652
Total current assets	3,447,338	334,492	5,600	3,787,430	(203,037)	(9,243)	3,235,058	334,492	5,600	3,575,150
PROPERTY AND EQUIPMENT, net	626,674	-	-	626,674	-	-	626,674	-	-	626,674
LONG-TERM INVESTMENTS	5,705,155	3,084,775	3,835,705	12,625,635	-	-	5,705,155	3,084,775	3,835,705	12,625,635
Total assets	\$ 9,779,167	\$ 3,419,267	\$ 3,841,305	\$ 17,039,739	\$ (203,037)	\$ (9,243)	\$ 9,566,887	\$ 3,419,267	\$ 3,841,305	\$ 16,827,459
LIABILITIES AND NET ASSETS										
CURRENT LIABILITIES:										
Accounts payable	\$ 1,031,029	\$ -	\$ -	\$ 1,031,029	\$ (9,243)	\$ (203,037)	\$ 818,749	\$ -	\$ -	\$ 818,749
Accrued salaries and wages and other accrued liabilities	1,433,236	-	-	1,433,236	-	-	1,433,236	-	-	1,433,236
Accrued leave liability	969,773	-	-	969,773	-	-	969,773	-	-	969,773
Deferred state support	86,390	-	-	86,390	-	-	86,390	-	-	86,390
Deferred subscription and other revenue	692,700	-	-	692,700	-	-	692,700	-	-	692,700
Total current liabilities	4,213,128	-	-	4,213,128	(9,243)	(203,037)	4,000,848	-	-	4,000,848
NET ASSETS:										
Operations	2,694,858	2,963,368	-	5,658,226	-	-	2,694,858	2,963,368	-	5,658,226
Board designated										
Reserves	489,389	-	-	489,389	-	-	489,389	-	-	489,389
Specific programs and projects	1,012,696	-	-	1,012,696	-	-	1,012,696	-	-	1,012,696
Ohio Bicentennial Commission	-	182,977	-	182,977	-	-	-	182,977	-	182,977
Endowment fund balance	(32,401)	272,922	3,841,305	4,081,826	-	-	(32,401)	272,922	3,841,305	4,081,826
Quasi-Endowment	1,401,497	-	-	1,401,497	-	-	1,401,497	-	-	1,401,497
Total net assets	5,566,039	3,419,267	3,841,305	12,826,611	-	-	5,566,039	3,419,267	3,841,305	12,826,611
Total liabilities and net assets	\$ 9,779,167	\$ 3,419,267	\$ 3,841,305	\$ 17,039,739	\$ (9,243)	\$ (203,037)	\$ 9,566,887	\$ 3,419,267	\$ 3,841,305	\$ 16,827,459

See Independent Auditors' Report and notes to the consolidated financial statements.

OHIO HISTORICAL SOCIETY AND AFFILIATE

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2010

	Ohio Historical Society				Ohio Historical Society Foundation			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:								
State appropriations:								
Operating subsidies	\$ 7,275,353	\$ -	\$ -	\$ 7,275,353	\$ -	\$ -	\$ -	\$ -
Capital projects	3,058,185	-	-	3,058,185	-	-	-	-
Government contracts and grants	3,415,458	-	-	3,415,458	-	-	-	-
Private contracts and grants	70,882	-	-	70,882	-	-	-	-
Contributions	1,238,057	-	-	1,238,057	356,935	548,864	76,564	982,363
Contributed materials and services	505,148	-	-	505,148	-	-	-	-
Other support	21,464	-	-	21,464	280,632	4,000	-	284,632
Total support	15,584,547	-	-	15,584,547	637,567	552,864	76,564	1,266,995
REVENUE:								
Admissions and parking	333,208	-	-	333,208	-	-	-	-
Memberships and subscriptions	365,337	-	-	365,337	-	-	-	-
Investment income	40,708	-	-	40,708	147,108	135,272	-	282,380
Sales	198,108	-	-	198,108	-	-	-	-
Special events	91,148	-	-	91,148	-	-	-	-
Program services income	457,120	-	-	457,120	-	-	-	-
Other revenue	122,135	-	-	122,135	-	-	-	-
Total revenue	1,607,764	-	-	1,607,764	147,108	135,272	-	282,380
Net assets released from restrictions	17,175	(17,175)	-	-	1,367,615	(1,172,678)	(194,937)	-
Total support and revenue	17,209,486	(17,175)	-	17,192,311	2,152,290	(484,542)	(118,373)	1,549,375
EXPENSES								
Program expenses:								
Site operations, educational and interpretive programs	8,991,982	-	-	8,991,982	-	-	-	-
State archives and library	1,173,521	-	-	1,173,521	-	-	-	-
Historic preservation office	1,693,522	-	-	1,693,522	-	-	-	-
Capital projects	3,058,258	-	-	3,058,258	-	-	-	-
Support services:								
Management and general	2,356,266	-	-	2,356,266	2,048	-	-	2,048
Business ventures	171,417	-	-	171,417	-	-	-	-
Fundraising	408,781	-	-	408,781	14,033	-	-	14,033
Total expenses	17,853,747	-	-	17,853,747	16,081	-	-	16,081
Changes in net assets from operations	(644,261)	(17,175)	-	(661,436)	2,136,209	(484,542)	(118,373)	1,533,294
OTHER INCOME (EXPENSES):								
Life insurance proceeds	250,553	-	-	250,553	-	-	-	-
Collection items purchased but not capitalized	(27,976)	-	-	(27,976)	-	-	-	-
Net realized and unrealized gains (losses) on investments	102,205	-	-	102,205	559,045	545,368	-	1,104,413
Changes in net assets before transfer of fund restrictions	(319,479)	(17,175)	-	(336,654)	2,695,254	60,826	(118,373)	2,637,707
Transfer of fund restrictions	-	-	-	-	(25,137)	25,137	-	-
Transfers to outside organizations	(16,764)	-	-	(16,764)	(515,191)	12,323	-	(502,868)
Transfers to the Ohio Historical Society Foundation	(250,553)	-	-	(250,553)	-	-	-	-
Transfers to the Ohio Historical Society	-	-	-	-	(1,236,747)	-	-	(1,236,747)
Change in net assets	(586,796)	(17,175)	-	(603,971)	918,179	98,286	(118,373)	898,092
NET ASSETS, beginning of year	1,592,415	182,977	-	1,775,392	3,973,624	3,236,290	3,841,305	11,051,219
NET ASSETS, end of year	\$ 1,005,619	\$ 165,802	\$ -	\$ 1,171,421	\$ 4,891,803	\$ 3,334,576	\$ 3,722,932	\$ 11,949,311

	Combined Total				Intercompany Adjustments		Consolidated Total			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	QHS	QHSF	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:										
State appropriations:										
Operating subsidies	\$ 7,275,353	\$ -	\$ -	\$ 7,275,353	\$ -	\$ -	\$ 7,275,353	\$ -	\$ -	\$ 7,275,353
Capital projects	3,058,185	-	-	3,058,185	-	-	3,058,185	-	-	3,058,185
Government contracts and grants	3,415,458	-	-	3,415,458	-	-	3,415,458	-	-	3,415,458
Private contracts and grants	70,882	-	-	70,882	-	-	70,882	-	-	70,882
Contributions	1,594,992	548,864	76,564	2,220,420	(1,236,747)	-	358,245	548,864	76,564	983,673
Contributed materials and services	505,148	-	-	505,148	-	-	505,148	-	-	505,148
Other support	302,096	4,000	-	306,096	(250,553)	-	51,543	4,000	-	55,543
Total support	16,222,114	552,864	76,564	16,851,542	(1,487,300)	-	14,734,814	552,864	76,564	15,364,242
REVENUE										
Admissions and parking	333,208	-	-	333,208	-	-	333,208	-	-	333,208
Memberships and subscriptions	365,337	-	-	365,337	(6,930)	-	358,407	-	-	358,407
Investment income	187,816	135,272	-	323,088	-	-	187,816	135,272	-	323,088
Sales	198,108	-	-	198,108	-	-	198,108	-	-	198,108
Special events	91,148	-	-	91,148	-	-	91,148	-	-	91,148
Program services income	457,120	-	-	457,120	-	-	457,120	-	-	457,120
Other revenue	122,135	-	-	122,135	-	-	122,135	-	-	122,135
Total revenue	1,754,872	135,272	-	1,890,144	(6,930)	-	1,747,942	135,272	-	1,883,214
Net assets released from restrictions	1,384,790	(1,189,853)	(194,937)	-	-	-	1,384,790	(1,189,853)	(194,937)	-
Total support and revenue	19,361,776	(501,717)	(118,373)	18,741,686	(1,494,230)	-	17,867,546	(501,717)	(118,373)	17,247,456
EXPENSES:										
Program expenses:										
Site operations, educational and interpretive programs	8,991,982	-	-	8,991,982	-	-	8,991,982	-	-	8,991,982
State archives and library	1,173,521	-	-	1,173,521	-	-	1,173,521	-	-	1,173,521
Historic preservation office	1,693,522	-	-	1,693,522	-	-	1,693,522	-	-	1,693,522
Capital projects	3,058,258	-	-	3,058,258	-	-	3,058,258	-	-	3,058,258
Support services:										
Management and general	2,358,314	-	-	2,358,314	-	-	2,358,314	-	-	2,358,314
Business ventures	171,417	-	-	171,417	-	-	171,417	-	-	171,417
Fundraising	422,814	-	-	422,814	-	(6,930)	415,884	-	-	415,884
Total expenses	17,869,828	-	-	17,869,828	-	(6,930)	17,862,898	-	-	17,862,898
Changes in net assets from operations	1,491,948	(501,717)	(118,373)	871,858	(1,494,230)	6,930	4,648	(501,717)	(118,373)	(615,442)
Life insurance proceeds	250,553	-	-	250,553	-	-	250,553	-	-	250,553
Collection items purchased but not capitalized	(27,976)	-	-	(27,976)	-	-	(27,976)	-	-	(27,976)
Net realized and unrealized gains (losses)	661,250	545,368	-	1,206,618	-	-	661,250	545,368	-	1,206,618
Changes in net assets before transfers	2,375,775	43,651	(118,373)	2,301,053	(1,494,230)	6,930	888,475	43,651	(118,373)	813,753
Transfer of fund restrictions	(25,137)	25,137	-	-	-	-	(25,137)	25,137	-	-
Transfers to outside organizations	(531,955)	12,323	-	(519,632)	-	-	(531,955)	12,323	-	(519,632)
Transfers to the Ohio Historical Society Foundation	(250,553)	-	-	(250,553)	-	250,553	-	-	-	-
Transfers to the Ohio Historical Society	(1,236,747)	-	-	(1,236,747)	-	1,236,747	-	-	-	-
Change in net assets	331,383	81,111	(118,373)	294,121	(1,494,230)	1,494,230	331,383	81,111	(118,373)	294,121
NET ASSETS, beginning of year	5,566,039	3,419,267	3,841,305	12,826,611	-	-	5,566,039	3,419,267	3,841,305	12,826,611
NET ASSETS, end of year	\$ 5,897,422	\$ 3,500,378	\$ 3,722,932	\$ 13,120,732	\$ (1,494,230)	\$ 1,494,230	\$ 5,897,422	\$ 3,500,378	\$ 3,722,932	\$ 13,120,732

See Independent Auditors' Report and notes to the consolidated financial statements.

OHIO HISTORICAL SOCIETY AND AFFILIATE

CONSOLIDATING STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Ohio Historical Society				Ohio Historical Society Foundation			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:								
State appropriations:								
Operating subsidies	\$ 11,607,426	\$ -	\$ -	\$ 11,607,426	\$ -	\$ -	\$ -	\$ -
Capital projects	3,056,434	-	-	3,056,434	-	-	-	-
Government contracts and grants	2,331,736	-	-	2,331,736	-	-	-	-
Private contracts and grants	116,810	-	-	116,810	-	-	-	-
Contributions	915,746	-	-	915,746	300,543	671,784	8,148	980,475
Contributed materials and services	496,965	-	-	496,965	-	-	-	-
Other support	24,228	-	-	24,228	21,372	8,577	150	30,099
Total support	18,549,345	-	-	18,549,345	321,915	680,361	8,298	1,010,574
REVENUE:								
Admissions and parking	944,481	-	-	944,481	-	-	-	-
Memberships and subscriptions	390,616	-	-	390,616	-	-	-	-
Investment income	62,771	-	-	62,771	175,516	160,533	-	336,049
Sales	685,735	-	-	685,735	-	-	-	-
Special events	148,212	-	-	148,212	-	-	-	-
Program services income	458,786	-	-	458,786	-	-	-	-
Other revenue	129,120	-	-	129,120	-	-	-	-
Total revenue	2,819,721	-	-	2,819,721	175,516	160,533	-	336,049
Net assets released from restrictions	22,396	(22,396)	-	-	604,553	(604,553)	-	-
Total support and revenue	21,391,462	(22,396)	-	21,369,066	1,101,984	236,341	8,298	1,346,623
EXPENSES:								
Program expenses:								
Site operations, educational and interpretive programs	11,347,193	-	-	11,347,193	-	-	-	-
State archives and library	1,476,674	-	-	1,476,674	-	-	-	-
Historic preservation office	1,599,319	-	-	1,599,319	-	-	-	-
Capital projects	3,049,453	-	-	3,049,453	-	-	-	-
Support services:								
Management and general	2,920,157	-	-	2,920,157	1,382	-	-	1,382
Business ventures	817,414	-	-	817,414	-	-	-	-
Fundraising	389,926	-	-	389,926	17,284	-	-	17,284
Total expenses	21,600,136	-	-	21,600,136	18,666	-	-	18,666
Changes in net assets from operations	(208,674)	(22,396)	-	(231,070)	1,083,318	236,341	8,298	1,327,957
OTHER INCOME (EXPENSES):								
Collection items purchased but not capitalized	(5,516)	-	-	(5,516)	-	-	-	-
Net realized and unrealized gains (losses) on investments	(73,264)	-	-	(73,264)	(841,286)	(865,498)	-	(1,706,784)
Changes in net assets before transfer of fund restrictions	(287,454)	(22,396)	-	(309,850)	242,032	(629,157)	8,298	(378,827)
Transfer of fund restrictions	-	-	-	-	13,895	881,572	(895,467)	-
Transfers of contributions to the Ohio Historical Society	-	-	-	-	(908,553)	-	-	(908,553)
Change in net assets	(287,454)	(22,396)	-	(309,850)	(652,626)	252,415	(887,169)	(1,287,380)
NET ASSETS, beginning of year	1,879,869	205,373	-	2,085,242	4,626,250	2,983,875	4,728,474	12,338,599
NET ASSETS, end of year	\$ 1,592,415	\$ 182,977	\$ -	\$ 1,775,392	\$ 3,973,624	\$ 3,236,290	\$ 3,841,305	\$ 11,051,219

	Combined Total				Intercompany Adjustments		Consolidated Total			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	QHS	QHSE	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT:										
State appropriations:										
Operating subsidies	\$ 11,607,426	\$ -	\$ -	\$ 11,607,426	\$ -	\$ -	\$ 11,607,426	\$ -	\$ -	\$ 11,607,426
Capital projects	3,056,434	-	-	3,056,434	-	-	3,056,434	-	-	3,056,434
Government contracts and grants	2,331,736	-	-	2,331,736	-	-	2,331,736	-	-	2,331,736
Private contracts and grants	116,810	-	-	116,810	-	-	116,810	-	-	116,810
Contributions	1,216,289	671,784	8,148	1,896,221	(908,553)	-	307,736	671,784	8,148	987,668
Contributed materials and services	496,965	-	-	496,965	-	-	496,965	-	-	496,965
Other support	45,600	8,577	150	54,327	-	-	45,600	8,577	150	54,327
Total support	18,871,260	680,361	8,298	19,559,919	(908,553)	-	17,962,707	680,361	8,298	18,651,366
REVENUE:										
Admissions and parking	944,481	-	-	944,481	-	-	944,481	-	-	944,481
Memberships and subscriptions	390,616	-	-	390,616	(6,654)	-	383,962	-	-	383,962
Investment income	238,287	160,533	-	398,820	-	-	238,287	160,533	-	398,820
Sales	685,735	-	-	685,735	-	-	685,735	-	-	685,735
Special events	148,212	-	-	148,212	-	-	148,212	-	-	148,212
Program services income	458,786	-	-	458,786	-	-	458,786	-	-	458,786
Other revenue	129,120	-	-	129,120	-	-	129,120	-	-	129,120
Total revenue	2,995,237	160,533	-	3,155,770	(6,654)	-	2,988,583	160,533	-	3,149,116
Net assets released from restrictions	626,949	(626,949)	-	-	-	-	626,949	(626,949)	-	-
Total support and revenue	22,493,446	213,945	8,298	22,715,689	(915,207)	-	21,578,239	213,945	8,298	21,800,482
EXPENSES:										
Program expenses:										
Site operations, educational and interpretive programs	11,347,193	-	-	11,347,193	-	-	11,347,193	-	-	11,347,193
State archives and library	1,476,674	-	-	1,476,674	-	-	1,476,674	-	-	1,476,674
Historic preservation office	1,599,319	-	-	1,599,319	-	-	1,599,319	-	-	1,599,319
Capital projects	3,049,453	-	-	3,049,453	-	-	3,049,453	-	-	3,049,453
Support services:										
Management and general	2,921,539	-	-	2,921,539	-	-	2,921,539	-	-	2,921,539
Business ventures	817,414	-	-	817,414	-	-	817,414	-	-	817,414
Fundraising	407,210	-	-	407,210	-	(6,654)	400,556	-	-	400,556
Total expenses	21,618,802	-	-	21,618,802	-	(6,654)	21,612,148	-	-	21,612,148
Changes in net assets from operations	874,644	213,945	8,298	1,096,887	(915,207)	6,654	(33,909)	213,945	8,298	188,334
Collection items purchased but not capitalized	(5,516)	-	-	(5,516)	-	-	(5,516)	-	-	(5,516)
Net realized and unrealized gains (losses)	(914,550)	(865,498)	-	(1,780,048)	-	-	(914,550)	(865,498)	-	(1,780,048)
Changes in net assets before transfers	(45,422)	(651,553)	8,298	(688,677)	(915,207)	6,654	(953,975)	(651,553)	8,298	(1,597,230)
Transfer of fund restrictions	13,895	881,572	(895,467)	-	-	-	13,895	881,572	(895,467)	-
Transfers to Ohio Historical Society	(908,553)	-	-	(908,553)	-	908,553	-	-	-	-
Change in net assets	(940,080)	230,019	(887,169)	(1,597,230)	(915,207)	915,207	(940,080)	230,019	(887,169)	(1,597,230)
NET ASSETS, beginning of year	6,506,119	3,189,248	4,728,474	14,423,841	-	-	6,506,119	3,189,248	4,728,474	14,423,841
NET ASSETS, end of year	\$ 5,566,039	\$ 3,419,267	\$ 3,841,305	\$ 12,826,611	\$ (915,207)	\$ 915,207	\$ 5,566,039	\$ 3,419,267	\$ 3,841,305	\$ 12,826,611

See Independent Auditors' Report and notes to the consolidated financial statements.



Mary Taylor, CPA
Auditor of State

OHIO HISTORICAL SOCIETY AND AFFILIATE

FRANKLIN 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 7, 2010**