

FINANCIAL STATEMENTS

**DISTRICT OF COLUMBIA LAW STUDENTS
IN COURT PROGRAM, INC.**

**FOR THE YEARS ENDED
JUNE 30, 2009 AND 2008**

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

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GELMAN, ROSENBERG & FREEDMAN
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors
District of Columbia Law Students in Court Program, Inc.
Washington, D.C.

We have audited the accompanying statements of financial position of the District of Columbia Law Students in Court Program, Inc. (the Program) as of June 30, 2009 and 2008, and the related statements of activities and changes in net assets, and cash flows for the years then ended. These financial statements are the responsibility of the Program'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. 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 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 Program as of June 30, 2009 and 2008, and its changes in net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Gelman Rosenberg & Freedman

December 7, 2009

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DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2009 AND 2008

ASSETS

	<u>2009</u>	<u>2008</u>
Cash and cash equivalents	\$ 124,165	\$ 109,990
Investments (Notes 2 and 10)	1,970,254	2,466,184
Accounts receivable	40,459	72,903
Prepaid expenses	12,219	30,282
Net furniture and equipment (Note 6)	26,275	55,671
Deposits	<u>-</u>	<u>10,417</u>
TOTAL ASSETS	\$ <u>2,173,372</u>	\$ <u>2,745,447</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	\$ 22,359	\$ 13,476
Accrued expenses	46,318	47,263
Deferred income	-	2,500
Deferred rent (Note 7)	<u>110,338</u>	<u>9,837</u>
Total liabilities	<u>179,015</u>	<u>73,076</u>

NET ASSETS

Unrestricted	(525,245)	135,085
Temporarily restricted (Note 3)	123,983	141,667
Permanently restricted (Notes 8 and 11)	<u>2,395,619</u>	<u>2,395,619</u>
Total net assets	<u>1,994,357</u>	<u>2,672,371</u>
TOTAL LIABILITIES AND NET ASSETS	\$ <u>2,173,372</u>	\$ <u>2,745,447</u>

See accompanying notes to financial statements.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008**

	2009			
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
REVENUE				
University fees	\$ 362,992	\$ -	\$ -	\$ 362,992
Contributions and grants	233,382	138,982	-	372,364
In-kind contributions	1,674,740	-	-	1,674,740
Investment loss (Note 2)	(408,615)	-	-	(408,615)
Annual event	97,637	-	-	97,637
Other income	11,765	-	-	11,765
Net assets released from donor imposed restrictions (Note 4)	<u>156,666</u>	<u>(156,666)</u>	<u>-</u>	<u>-</u>
Total revenue	<u>2,128,567</u>	<u>(17,684)</u>	<u>-</u>	<u>2,110,883</u>
EXPENSES				
Legal Services	2,469,804	-	-	2,469,804
Management and General	167,833	-	-	167,833
Fundraising	<u>151,260</u>	<u>-</u>	<u>-</u>	<u>151,260</u>
Total expenses	<u>2,788,897</u>	<u>-</u>	<u>-</u>	<u>2,788,897</u>
Changes in net assets	(660,330)	(17,684)	-	(678,014)
Net assets at beginning of year	<u>135,085</u>	<u>141,667</u>	<u>2,395,619</u>	<u>2,672,371</u>
NET ASSETS AT END OF YEAR	<u>\$ (525,245)</u>	<u>\$ 123,983</u>	<u>\$ 2,395,619</u>	<u>\$ 1,994,357</u>

See accompanying notes to financial statements.

2008			
Unrestricted	Temporarily Restricted	Permanently Restricted	Total
\$ 415,329	\$ -	\$ -	\$ 415,329
152,384	156,000	-	308,384
1,219,254	-	-	1,219,254
(178,798)	-	-	(178,798)
97,310	-	-	97,310
32,622	-	-	32,622
<u>156,190</u>	<u>(156,190)</u>	<u>-</u>	<u>-</u>
<u>1,894,291</u>	<u>(190)</u>	<u>-</u>	<u>1,894,101</u>
1,933,061	-	-	1,933,061
139,884	-	-	139,884
<u>125,578</u>	<u>-</u>	<u>-</u>	<u>125,578</u>
<u>2,198,523</u>	<u>-</u>	<u>-</u>	<u>2,198,523</u>
(304,232)	(190)	-	(304,422)
<u>439,317</u>	<u>141,857</u>	<u>2,395,619</u>	<u>2,976,793</u>
<u>\$ 135,085</u>	<u>\$ 141,667</u>	<u>\$ 2,395,619</u>	<u>\$ 2,672,371</u>

See accompanying notes to financial statements.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2009 AND 2008

	<u>2009</u>	<u>2008</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ (678,014)	\$ (304,422)
Adjustments to reconcile changes in net assets to net cash provided (used) by operating activities:		
Depreciation expense	29,395	18,770
Net depreciation of investments	495,931	248,420
(Increase) decrease in:		
Accounts receivable	32,444	(65,684)
Grants receivable	-	70,000
Prepaid expenses	18,063	(3,287)
Deposits	10,417	-
Increase (decrease) in:		
Accounts payable	8,883	429
Accrued expenses	(945)	9,459
Deferred income	(2,500)	(8,000)
Deferred rent	<u>100,501</u>	<u>(17,429)</u>
Net cash provided (used) by operating activities	<u>14,175</u>	<u>(51,744)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Net proceeds from sales of investments	<u>-</u>	<u>75,280</u>
Net cash provided by investing activities	<u>-</u>	<u>75,280</u>
Net increase in cash and cash equivalents	14,175	23,536
Cash and cash equivalents at beginning of year	<u>109,990</u>	<u>86,454</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 124,165</u>	<u>\$ 109,990</u>

See accompanying notes to financial statements.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

The District of Columbia Law Students in Court Program, Inc. (the Program) provides legal representation, assistance, and counseling to those who cannot afford legal counsel, while providing supervised clinical experience for third year law students. The Program was incorporated as a not-for-profit organization in 1980, under the laws of the District of Columbia.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with Statement of Financial Accounting Standards No. 117, "Financial Statements of Not-for-Profit Organizations".

Cash and cash equivalents -

The Program considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

At times during the year, the Program maintains cash balances at financial institutions in excess of the Federal Deposit Insurance Corporation (FDIC) limits. Management believes the risk in these situations to be minimal.

Investments -

Investments are recorded at market value. Unrealized and realized gains and losses are included in investment income on the Statements of Activities and Changes in Net Assets.

Furniture and equipment -

Furniture and equipment are stated at cost. Furniture and equipment are depreciated on a straight-line basis over the estimated useful lives of the related assets, generally three to five years. The costs of maintenance and repairs are recorded as expenses as incurred. Items purchased with a cost in excess of \$500 are capitalized.

Income taxes -

The Program is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. The Program is not a private foundation.

Uncertain tax positions -

In June 2006, the Financial Accounting Standards Board (FASB) released FASB Interpretation No. (FIN) 48, *Accounting for Uncertainty in Income Taxes*. FIN 48 interprets the guidance in FASB Statement of Financial Accounting Standards (SFAS) No. 109, *Accounting for Income Taxes*. When FIN 48 is implemented, reporting entities utilize different recognition thresholds and measurement requirements when compared to prior technical literature. On December 30, 2008, the FASB Staff issued FASB Staff Position (FSP) FIN 48-3, *Effective Date of FASB Interpretation No. 48 for Certain Nonpublic Enterprises*. As deferred by the guidance in FSP FIN 48-3, the Program is not required to implement the provisions of FIN 48 until fiscal years beginning after December 15, 2008. As such, the Program has not implemented those provisions in the 2008 financial statements.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION
(Continued)

Uncertain tax positions (continued) -

Since the provisions of FIN 48 have not been implemented in accounting for uncertain tax positions, the Program continues to utilize its prior policy of accounting for these positions, following the guidance in SFAS No. 5, *Accounting for Contingencies*. Disclosure is not required of a loss contingency involving an unasserted claim or assessment when there has been no manifestation by a potential claimant of an awareness of a possible claim or assessment unless it is considered probable that a claim will be asserted and there is a reasonable possibility that the outcome will be unfavorable. Using that guidance, as of June 30, 2009 and 2008, the Program has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

Net asset classification -

The net assets of the Program are reported in three self-balancing groups.

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operations of the Program.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by actions of the Program and/or passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statements of Activities and Changes in Net Assets as net assets released from restrictions.
- **Permanently restricted net assets** represent funds restricted by the donor to be maintained in-perpetuity by the Program.

Contributions and grants -

Contributions and grants are recorded as revenue in the year notification is received from the donor. Contributions and grants are recognized as unrestricted support only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Contributions and grants received in excess of expenses incurred are shown as temporarily restricted net assets in the accompanying financial statements.

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 that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION
(Continued)**

Donated services -

Donated services that would have been purchased were valued at their fair market value. Legal services donated were valued at rates of \$75 per hour. Services donated to the Program at June 30, 2009 and 2008 were valued at \$1,674,740 and \$1,219,254, respectively, and are reflected as in-kind contributions in the Statements of Activities and Changes in Net Assets.

2. INVESTMENTS

Investments consisted of the following at June 30, 2009 and 2008:

	Market Value	
	2009	2008
Marketable Securities	\$ 172,338	\$ 67,798
Endowment Funds	<u>1,797,916</u>	<u>2,398,386</u>
TOTAL INVESTMENTS	<u>\$ 1,970,254</u>	<u>\$ 2,466,184</u>

Included in investment loss are the following:

	2009	2008
Net depreciation of investments	\$ (495,931)	\$ (248,421)
Interest and dividend income	<u>87,316</u>	<u>69,623</u>
TOTAL INVESTMENT LOSS	<u>\$ (408,615)</u>	<u>\$ (178,798)</u>

3. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at June 30, 2009 and 2008:

	2009	2008
Restricted for time	\$ 48,983	\$ 70,000
D.C. Bar Foundation Public Grant	<u>75,000</u>	<u>71,667</u>
	<u>\$ 123,983</u>	<u>\$ 141,667</u>

4. NET ASSETS RELEASED FROM RESTRICTIONS

The following temporarily restricted net assets were released from donor restrictions by passage of time or incurring expenses which satisfied the restricted purposes specified by the donors:

	2009	2008
Restricted for time	\$ 70,000	\$ 70,000
D.C. Bar Foundation Public Grant	<u>86,666</u>	<u>86,190</u>
	<u>\$ 156,666</u>	<u>\$ 156,190</u>

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

5. LEASE COMMITMENT

Operating lease -

On September 5, 2008, the Program moved to a new office and entered into a five-year office lease agreement that will expire on January 31, 2014. The rent is abated for the first five months of the lease.

Future minimum payments required under the above operating lease are as follows:

<u>Year Ended June 30,</u>	
2010	\$ 264,935
2011	275,533
2012	286,554
2013	298,016
2014	<u>179,963</u>
	<u>\$1,305,001</u>

Rent expense totaled \$267,422 and \$154,835, respectively, as of June 30, 2009 and 2008.

Equipment operating lease -

During 2007, the Program entered into a five-year non-cancelable lease for a copier, with monthly payments of \$1,421. The following is a schedule of future minimum payments under this lease:

<u>Year Ended June 30,</u>	
2010	\$ 17,052
2011	17,052
2012	<u>17,052</u>
	<u>\$ 51,156</u>

6. FURNITURE AND EQUIPMENT

Furniture and equipment were comprised of the following as of June 30, 2009 and 2008:

	<u>2009</u>	<u>2008</u>
Furniture and fixtures	\$ 5,542	\$ 5,542
Office equipment	26,747	26,747
Case management system	31,419	31,419
Computer equipment	<u>33,976</u>	<u>33,976</u>
	97,684	97,684
Less: Accumulated depreciation	<u>(71,409)</u>	<u>(42,013)</u>
NET FURNITURE AND EQUIPMENT	<u>\$ 26,275</u>	<u>\$ 55,671</u>

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

6. FURNITURE AND EQUIPMENT (Continued)

Depreciation and amortization expense for the years ended June 30, 2009 and 2008 was \$29,395 and \$18,770, respectively.

7. DEFERRED RENT

Accounting principles generally accepted in the United States of America require that rent expense, pursuant to a non-cancelable lease that includes a rent abatement period and scheduled rent increases, be recorded on a straight-line basis over the term of the lease. Accordingly, \$110,338 and \$9,837 for June 30, 2009 and 2008, respectively, of future rent expense has been recorded as a current liability to adjust the actual rent paid to conform to the straight-line basis.

8. PERMANENTLY RESTRICTED NET ASSETS

During 2005, the Program was the beneficiary of a Cy Pres Award in the amount of \$2,395,619 from a class action lawsuit in the District of Columbia. The amount is recognized as a permanently restricted net asset. Each year, the anticipated return of \$80,000 will be used to support general operations of the organization. Amounts received in excess of the anticipated return will be added to the endowment principal balance.

9. CERTIFICATE OF DEPOSIT

In August of 2008, the Program opened a Certificate of Deposit account with PNC bank in the amount of \$128,195, with an annual yield of 3.04% and a maturity date of one (1) year. The Certificate of Deposit was opened as part of an agreement to be used in place of a security deposit on the new office space.

10. FAIR VALUE MEASUREMENTS

In accordance with Statement of Financial Accounting Standards (SFAS) No. 157, the Program has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument. Investments recorded in the Statements of Financial Position are categorized based on the inputs to valuation techniques as follows:

Level 1. These are investments where values are based on unadjusted quoted prices for identical assets in an active market the Program has the ability to access.

Level 2. These are investments where values are based on quoted prices in markets that are not active or model inputs that are observable either directly or indirectly for substantially the full-term of the investments.

Level 3. These are investments where values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect assumptions of management about assumptions market participants would use in pricing the investments. These investments include non-readily marketable securities that do not have an active market.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

10. FAIR VALUE MEASUREMENTS (Continued)

Financial assets recorded on the Statements of Financial Position are categorized based on the inputs to the valuation technique as follows for the year ended June 30, 2009:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total June 30, 2009</u>
Asset Category:				
Marketable Securities	\$ 40,897	\$ 131,441	\$ -	\$ 172,338
Endowment Funds	<u>1,797,916</u>	<u>-</u>	<u>-</u>	<u>1,797,916</u>
	<u>\$1,838,813</u>	<u>\$ 131,441</u>	<u>\$ -</u>	<u>\$ 1,970,254</u>

11. ENDOWMENT

The Program's endowment consists of donor-restricted endowment funds and funds designated by the Board of Directors to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions. The Board of Directors has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Program classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Program considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund;
- The purpose of the organization and the donor-restricted endowment fund;
- General economic conditions and the possible effect of inflation and deflation;
- The expected total return from income and the appreciation of investments; and
- Investment policies of the organization

Endowment net asset composition by type of fund as of June 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Donor-Restricted Endowment Funds	\$ <u>-</u>	\$ <u>-</u>	\$ <u>1,797,916</u>	\$ <u>1,797,916</u>

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

11. ENDOWMENT (Continued)

Changes in endowment net assets for the year ended June 30, 2009:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ <u>-</u>	<u>2,767</u>	<u>2,395,619</u>	\$ <u>2,398,386</u>
Investment income:				
Investment loss	(481,254)	(2,767)	-	(484,021)
Investment gain	<u>-</u>	<u>101,746</u>	<u>-</u>	<u>101,746</u>
Total investment return	(481,254)	98,979	-	(382,275)
Appropriation of endowment assets for expenditure	<u>-</u>	<u>(101,746)</u>	<u>(116,449)</u>	<u>(218,195)</u>
ENDOWMENT NET ASSETS, END OF YEAR	\$ <u>(481,254)</u>	\$ <u>-</u>	\$ <u>2,279,170</u>	\$ <u>1,797,916</u>

Description of amounts classified as permanently restricted net assets and temporarily restricted net assets (Endowment only):

	<u>2009</u>	<u>2008</u>
Total Endowment Funds Classified as Permanently Restricted Net Assets	\$ <u>2,395,619</u>	\$ <u>2,395,619</u>

Funds with Deficiencies -

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Program to retain as fund of perpetual duration. In accordance with GAAP, deficiencies of this nature that are reported in unrestricted net assets were \$(382,275) and \$(201,490) as of June 30, 2009 and 2008. These deficiencies resulted from unfavorable market fluctuations occurred after the investment of permanently restricted contributions and continued appropriations for certain programs that was deemed prudent by the Board of Directors.

Return Objectives and Risk Parameters -

The Program has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the organization must hold in-perpetuity or for a donor-specified period(s) as well as Board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that exceed the price and yield results of the S&P 500, Russell 2000, and Lehman Corporate/Govt indices while assuming a moderate level of risk. The Program expects its endowment funds, over time, to provide an average rate of return of approximately 4% annually. Actual returns in any given year may vary from this amount.

DISTRICT OF COLUMBIA LAW STUDENTS IN COURT PROGRAM, INC.

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2009 AND 2008**

11. ENDOWMENT (Continued)

Strategies Employed for Achieving Objectives -

To satisfy its long-term rate-of-return objectives, the Program relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Program targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and How the Investment Objectives Relate to Spending Policy -

The Program expects to withdraw no more than \$80,000 of its endowment fund annually, withdrawn in regular installments, the schedule of which is discussed with the Investment Representative. The Program expects to adjust the withdrawal amount by up to 5% annually. The expectation described herein is not binding on the Program, but could change depending on the spending needs of the Program.

12. SUBSEQUENT EVENTS

In preparing these financial statements, the Program has evaluated events and transactions for potential recognition or disclosure through December 7, 2009, the date the financial statements were issued.