

FRANCIS OUIMET SCHOLARSHIP FUND, INC.
FINANCIAL STATEMENTS AND SUPPLEMENTAL INFORMATION
AS OF MARCH 31, 2010 AND 2009
AND FOR THE YEAR ENDED MARCH 31, 2010
WITH
INDEPENDENT AUDITORS' REPORT



FRANCIS OUIMET SCHOLARSHIP FUND, INC.

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Francis Ouimet Scholarship Fund, Inc.
Norton, Massachusetts

We have audited the accompanying statements of financial position of **Francis Ouimet Scholarship Fund, Inc.** (the Ouimet Fund, a Massachusetts not-for-profit organization) as of March 31, 2010 and 2009, and the related statement of activities and changes in net assets for the year ended March 31, 2010, and the statements of cash flows for the years ended March 31, 2010 and 2009. These financial statements are the responsibility of the Ouimet Fund's management. Our responsibility is to express an opinion on these financial statements based on our audits. We previously audited and reported upon the statement of activities and changes in net assets of **Francis Ouimet Scholarship Fund, Inc.** for the year ended March 31, 2009. The prior year summarized comparative information for the statement of activities and changes in net assets has been derived from those March 31, 2009 financial statements on which, in our report dated September 2, 2009, we expressed an unqualified opinion.

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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of **Francis Ouimet Scholarship Fund, Inc.** as of March 31, 2010 and 2009, and the changes in its net assets for the year ended March 31, 2010 and its cash flows for the years ended March 31, 2010 and 2009 in conformity with accounting principles generally accepted in the United States of America.

CCR LLP

Westborough, Massachusetts
August 18, 2010

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Statements of Financial Position
March 31, 2010 and 2009

	Assets	
	2010	2009
Current assets		
Cash	\$ 75,253	\$ 169,009
Accounts receivable	20,175	4,065
Contributions receivable	20,095	27,320
Prepaid expenses and other current assets	60,566	69,712
	176,089	270,106
Property and equipment, net	2,539	5,536
Other assets		
Restricted cash and cash equivalents	429,344	770,533
Investments	6,754,571	5,175,507
Contributions receivable, net of current portion	-	24,799
	7,183,915	5,970,839
Total assets	\$ 7,362,543	\$ 6,246,481
	Liabilities and Net Assets	
Current liabilities		
Accounts payable and accrued expenses	\$ 176,935	\$ 334,031
Deferred revenue	158,281	246,856
	335,216	580,887
Net assets		
Unrestricted		
Operating	903,120	661,226
Board designated	569,577	448,804
	1,472,697	1,110,030
Temporarily restricted	5,554,630	4,555,564
	7,027,327	5,665,594
Total liabilities and net assets	\$ 7,362,543	\$ 6,246,481

See independent auditors' report and
notes to financial statements

FRANCIS OUMET SCHOLARSHIP FUND, INC.

Statement of Activities and Changes in Net Assets

For the Year Ended March 31, 2010

With comparative totals for 2009

	Unrestricted	Temporarily Restricted	2010 Total	2009 Total
Revenues, gains and other support				
Bag tag sponsors	\$ 955,232	\$ -	\$ 955,232	\$ 923,392
Francis Ouimet Society events	113,810	-	113,810	74,858
Alumni contributions	85,095	-	85,095	80,381
General contributions	55,067	329,070	384,137	1,127,443
Marathon	265,271	-	265,271	266,932
Student banquets	613,972	-	613,972	655,879
Other fundraising	60,418	-	60,418	66,907
Gain on disposal of fixed assets	-	-	-	72
Net investment income (loss) and gains (losses)	1,366	(29,539)	(28,173)	(546,236)
Net appreciation (depreciation) in fair value of investments	313,598	964,605	1,278,203	(881,037)
	<u>2,463,829</u>	<u>1,264,136</u>	<u>3,727,965</u>	<u>1,768,591</u>
Net assets released from restrictions				
Satisfaction of donor restrictions	265,070	(265,070)	-	-
	<u>2,728,899</u>	<u>999,066</u>	<u>3,727,965</u>	<u>1,768,591</u>
Expenses				
Fundraising and cost of events	904,350	-	904,350	974,505
Change in net assets before administrative support services and scholarship awards	1,824,549	999,066	2,823,615	794,086
Administrative support services	136,382	-	136,382	131,256
Change in net assets before scholarship awards	1,688,167	999,066	2,687,233	662,830
Scholarship awards	1,325,500	-	1,325,500	1,500,000
Change in net assets	<u>362,667</u>	<u>999,066</u>	<u>1,361,733</u>	<u>(837,170)</u>
Net assets, beginning of year	<u>1,110,030</u>	<u>4,555,564</u>	<u>5,665,594</u>	<u>6,502,764</u>
Net assets, end of year	<u>\$ 1,472,697</u>	<u>\$ 5,554,630</u>	<u>\$ 7,027,327</u>	<u>\$ 5,665,594</u>

See independent auditors' report and
notes to financial statements

FRANCIS OUMET SCHOLARSHIP FUND, INC.

Statements of Cash Flows
For the Years Ended March 31, 2010 and 2009

	2010	2009
Cash flows from operating activities		
Change in net assets	\$ 1,361,733	\$ (837,170)
Adjustments to reconcile change in net assets to net cash used for operating activities:		
Depreciation	2,997	7,873
Realized loss on investments	196,609	749,336
Net (appreciation) depreciation in fair value of investments	(1,278,213)	595,546
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(16,110)	21,549
Contributions receivable	32,024	64,472
Prepaid expenses and other current assets	9,146	27,767
Increase (decrease) in:		
Accounts payable and accrued expenses	(157,096)	87,670
Deferred revenue	(88,575)	86,502
Contributions restricted for scholarships	<u>(329,070)</u>	<u>(918,340)</u>
Net cash used for operating activities	<u>(266,555)</u>	<u>(114,795)</u>
Cash flows from investing activities		
Purchase of equipment	-	(999)
Proceeds from investments, net	-	1,428
Purchase of investments and restricted cash and cash equivalent, net	<u>(156,271)</u>	<u>(811,651)</u>
Net cash used for investing activities	<u>(156,271)</u>	<u>(811,222)</u>
Cash flows from financing activities		
Proceeds from contributions restricted for scholarships	<u>329,070</u>	<u>918,340</u>
Net decrease in cash	(93,756)	(7,677)
Cash - unrestricted - beginning	<u>169,009</u>	<u>176,686</u>
Cash - unrestricted - ending	<u>\$ 75,253</u>	<u>\$ 169,009</u>

See independent auditors' report and
notes to financial statements

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

1. Nature of Operations

Francis Ouimet Scholarship Fund, Inc. (the Ouimet Fund) is a not-for-profit organization incorporated in 1949 under the laws of the Commonwealth of Massachusetts to provide scholarships to deserving students who have been of service to golf, to maintain a museum honoring the life and accomplishments of Francis Ouimet and to promote the availability of employment opportunities for youth in the game of golf.

2. Summary of Significant Accounting Policies

Codification

Effective July 1, 2009, the Financial Accounting Standard Board's (FASB) Accounting Standards Codification (ASC) became the single official source of authoritative, nongovernmental U.S. generally accepted accounting principles (GAAP). The historical GAAP hierarchy was eliminated and the ASC became the only level of authoritative GAAP. The Ouimet Fund's accounting policies were not affected by the conversion to ASC. However, references to specific accounting standards in the notes have been changed to refer to the appropriate ASC topics in certain instances or otherwise omitted.

Use of Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Financial Statement Presentation

The Ouimet Fund's resources are classified for accounting and reporting purposes into net asset categories according to externally (donor) imposed restrictions as follows:

- * **Unrestricted net assets** include net assets that are not subject to donor-imposed stipulations.
- * **Temporarily restricted net assets** include net assets subject to donor-imposed stipulations that may or will be met either by actions of the Ouimet Fund and/or the passage of time.
- * **Permanently restricted net assets** include net assets subject to donor-imposed stipulations that they be maintained permanently by the Ouimet Fund. Generally, the donors of these assets permit the Ouimet Fund to use all of the income earned on related investments for general or specific purposes. The Ouimet Fund has no permanently restricted net assets at March 31, 2010 and 2009.

Continued --

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

2. Summary of Significant Accounting Policies (Continued)

Contributions

Contributions are recognized when the donor makes a promise to give that is, in substance, unconditional. Contributions that are unrestricted are reported as increases in unrestricted net assets. Donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction is met, temporarily restricted net assets are released and reclassified to unrestricted net assets.

Allowance for Uncollectible Contributions

An allowance for uncollectible contributions is maintained at a level adequate to absorb probable losses. Management determines the adequacy of the allowance based on reviews of individual activity, prior collection history and other pertinent factors.

Cash and Cash Equivalents

The Ouimet Fund considers cash and highly liquid investments with an initial maturity date of three months or less to be cash equivalents.

At various times throughout the year the Ouimet Fund maintains a portion of its cash balances in accounts that may not be insured under the Federal Deposit Insurance Corporation. Management believes any risk of cash loss is mitigated by the institution's financial strength as demonstrated by its above average credit ratings at March 31, 2010.

Restricted cash and cash equivalents represent amounts held in cash and highly liquid instruments for the purpose of accruing income and funding scholarship grants in accordance with donor stipulations. At March 31, 2010 all of these amounts were uninsured.

Investments

Investments in marketable securities are presented at their fair values, based on quoted market values, in the statements of financial position. Unrealized gains and losses are included in the statement of activities.

Tax Status

The Ouimet Fund is recognized as an organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for federal and state income taxes has been made in these financial statements. Certain activities of the Ouimet Fund, to the extent profitable, may be subject to taxation as unrelated business income.

Continued --

FRANCIS OUMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

2. Summary of Significant Accounting Policies (Continued)

Property and Equipment and Depreciation

Property and equipment is recorded at cost and includes expenditures that substantially increase the useful lives of existing property and equipment. Expenditures in the nature of normal repairs and maintenance are accounted for as unrestricted expenses. Depreciation of property and equipment is provided over the estimated useful lives of the respective assets on a straight-line basis.

Uncertain Tax Positions

Effective January 1, 2009 the Company implemented the new accounting requirements associated with uncertainty in income taxes using the provisions of ASC 740, *Income Taxes*. The guidance prescribes a minimum recognition threshold and measurement methodology that a tax position taken or expected to be taken in a tax return is required before being recognized in the financial statements. It also provides guidance for derecognition, classification, interest and penalties, accounting in interim periods, disclosure and transition. As of March 31, 2010 the Company has no uncertain tax positions that qualify for either recognition or disclosure in the financial statements.

Deferred Revenue

At March 31, 2010 and 2009, the Ouimet Fund has received \$67,291 and \$70,486, respectively, of Francis Ouimet Society membership dues that relate to future periods. At March 31, 2010 and 2009, the Ouimet Fund has deferred recognition of \$90,990 and \$176,370, respectively, of revenue relating to its annual student banquets, marathon events, and fundraisers which were held subsequent to year-end. These amounts are presented as deferred revenue in the accompanying statements of financial position.

Summarized Prior-Year Comparative Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Ouimet Fund's financial statements for the year ended March 31, 2010 and 2009, from which the summarized information was derived.

3. Concentrations

At March 31, 2010 and 2009, contributions receivable were due from two contributors and four contributors, respectively.

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

4. Property and Equipment

A summary of property and equipment at March 31, 2010 and 2009 is as follows:

Description	2010	2009	Useful Lives
Equipment and software	\$ 151,523	\$ 151,523	3 - 5 years
Less: Accumulated depreciation	<u>148,984</u>	<u>145,987</u>	
	<u><u>\$ 2,539</u></u>	<u><u>\$ 5,536</u></u>	

5. Investments

Investments are stated at fair value and were comprised of the following at March 31:

	<u>2010</u>		<u>2009</u>	
	Cost	Market	Cost	Market
Common stock	\$ 1,833,932	\$ 2,389,575	\$ 1,317,435	\$ 1,007,577
Mutual funds	2,687,715	2,778,461	2,356,873	2,109,615
Certificates of deposit	250,000	250,220	740,000	747,372
Bonds:				
Federal agencies	392,057	405,968	391,806	421,478
Industrial and other	<u>815,048</u>	<u>930,347</u>	<u>871,777</u>	<u>889,465</u>
	<u><u>\$ 5,978,752</u></u>	<u><u>\$ 6,754,571</u></u>	<u><u>\$ 5,677,891</u></u>	<u><u>\$ 5,175,507</u></u>

The following schedule summarizes the investment return and its classification in the statement of activities for the year ended March 31, 2010.

	Unrestricted	Temporarily Restricted	Total
Dividend and interest income	\$ 52,649	\$ 158,820	\$ 211,469
Fees	(4,151)	(38,882)	(43,033)
Realized loss on investments	<u>(47,132)</u>	<u>(149,477)</u>	<u>(196,609)</u>
	<u><u>\$ 1,366</u></u>	<u><u>\$ (29,539)</u></u>	<u><u>\$ (28,173)</u></u>

Continued --

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

5. Investments (Continued)

The investment return is allocated to individual funds based on the market value of each fund at the beginning of the fiscal quarter within which the return is earned.

The following tabulation summarizes the relationship between cost and market values of investment assets:

	Cost	Market Value	Excess of Market Value Over Cost
Balance at beginning of year	<u>\$ 5,677,891</u>	<u>\$ 5,175,507</u>	\$ (502,384)
Balance at end of year	<u>\$ 5,978,752</u>	<u>\$ 6,754,571</u>	<u>775,819</u>
Increase in unrealized gain			1,278,203
Realized loss for the year			<u>(196,609)</u>
Total net gain for the year			<u>\$ 1,081,594</u>

6. Net Assets

The Ouimet Fund's net assets consist of unrestricted funds as well as 77 temporarily restricted funds and 14 board designated funds established for the purpose of providing scholarships. As required by GAAP, net assets are classified and reported based on the existence or absence of donor-imposed restrictions. The Ouimet Fund has no permanently restricted net assets at March 31, 2010 and 2009.

The Ouimet Fund has determined that all its donations are unrestricted as of the gift date unless there is explicit donor stipulations to the contrary. The Ouimet Fund has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift for permanently restricted net assets. As a result of this interpretation, the Ouimet Fund will classify as permanently restricted net assets, if any, (a) the original value of the gifts donated to a permanent fund, (b) the original value of subsequent gifts to the permanent fund, and (c) accumulations to the permanent fund 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 fund would be classified as temporarily restricted net assets until those amounts are appropriated for expenditure in a manner consistent with the standard of prudence prescribed by SPMIFA. In accordance with SPMIFA, the Ouimet Fund considers the duration and preservation of the fund, the purpose of the Ouimet Fund and the donor-restricted fund, general economic conditions, the possible effect of inflation and deflation, the expected total return from income and the appreciation (depreciation) of investments, other resources of the Ouimet Fund and the investment policy of the Ouimet Fund in making a determination to appropriate or accumulate donor-restricted funds.

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

7. Contributions Receivable

Contributions receivable are recorded net of an allowance for uncollectible contributions of \$0 as of March 31, 2010 and 2009. All contributions receivable are short-term receivables due within one year.

8. Unrestricted Net Assets Designated for Specific Purposes

Changes in unrestricted net assets designated for specific purposes for the year ended March 31, 2010 are as follows:

Balance at March 31, 2009	\$ 448,804
Unrealized gain on investments	102,100
Scholarships awarded	(29,093)
Net investment loss	(2,234)
Unrestricted net assets designated for specific purposes during the year	<u>50,000</u>
Balance at March 31, 2010	<u>\$ 569,577</u>

The Board of Directors has chosen to designate, but not restrict, specific amounts from the net proceeds of the annual student banquets to be used in the future for scholarships in the name of the banquet honoree or their designated honoree. As the scholarships are awarded, they are paid out of the current fiscal year's unrestricted revenue. During the year ended March 31, 2010 scholarships awarded from board designated assets amounted to \$29,093 of the total scholarships awarded. Although there is no future obligation to continue to pay these scholarships, the board of directors fully intends to continue to do so on an annual basis.

9. Allocations of Revenue and Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

10. Commitments

The Ouimet Fund leases facilities at the William F. Connell Golf House and Museum at the TPC of Boston golf course located in Norton, Massachusetts under a lease agreement with the Massachusetts Golf Association, Inc. The lease is for a ten-year period, with the option to renew for two additional five-year periods, and requires average monthly rental payments of \$4,292 over the ten-year period for a total lease commitment of \$515,000 over the life of the lease. The Ouimet Fund had entered into a sub-lease agreement with a third party in connection with this facility that expired in December 2006. The Ouimet Fund continues to sublet without an agreement. The Ouimet Fund receives monthly payments of approximately \$500 under this sub-lease.

Future minimum rental payments under the occupancy lease are as follows:

Year ending March 31,	Amounts to be paid
2011	\$ 45,000
2012	45,000
2013	18,750
	<u>\$ 108,750</u>

Rent expense under this lease was \$51,500 for the years ended March 31, 2010 and 2009.

11. Contributed Services and Products

A substantial number of unpaid volunteers have made significant contributions of their time to develop the Ouimet Fund's programs, principally in membership development and fundraising. The value of these contributions is not reflected in these statements as they are not susceptible to objective measurement or valuation. In addition, several golf manufacturers and retailers contribute products that are used as prizes and incentives for the Ouimet Fund's events. The value of these items is considered to be de minimis, and accordingly has not been recognized in the accompanying statement of activities.

12. Risks and Uncertainties

The Ouimet Fund invests in various investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain 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 statement of financial position.

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

13. Student Banquets

During the years ended March 31, 2010 and 2009, fundraising expenses and cost of events in the statements of activities and changes in net assets include approximately \$372,740 and \$446,185, respectively, of direct and allocated costs related to the holding of the annual student banquets.

14. Fair Value Measurements

Fair Value Hierarchy

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants, as of the measurement date. Authoritative guidance establishes a hierarchy of valuation techniques based upon whether the inputs to those valuation techniques reflect assumptions other market participants would use based upon market data obtained from independent sources (also referred to as observable inputs). The following summarizes the fair value hierarchy:

- Level 1 Quoted prices in active markets that are unadjusted and accessible at the measurement date for identical, unrestricted assets or liabilities;
- Level 2 Quoted prices for identical assets and liabilities in markets that are not active, quoted prices for similar assets and liabilities in active markets or financial instruments for which significant observable inputs are available, either directly or indirectly, such as interest rates and yield curves that are observable at commonly quoted intervals; and
- Level 3 Prices or valuations that require inputs that are unobservable.

In certain cases the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the fair value measurement in its entirety falls has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Ouimet Fund's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the asset or liability.

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FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Notes to Financial Statements
For the Year Ended March 31, 2010

14. Fair Value Measurements (Continued)

Items Measured at Fair Value on a Recurring Basis

The Ouimet Fund's financial assets and liabilities that are reported at fair value in the accompanying balance sheet as of March 31, 2010 and 2009 are as follows:

	Fair Value Measurements as of March 31, 2010		
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Common stocks	\$ 2,389,575	\$ -	\$ -
Government bonds	405,968	-	-
Restricted cash and equivalents	429,344	-	-
Corporate bonds	-	930,347	-
Mutual funds	2,778,461	-	-
Certificates of deposit	-	250,220	-
Total assets at fair value	<u>\$ 6,003,348</u>	<u>\$1,180,567</u>	<u>\$ -</u>

	Fair Value Measurements as of March 31, 2009		
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Common stocks	\$ 1,007,577	\$ -	\$ -
Government bonds	421,478	-	-
Restricted cash and equivalents	770,533	-	-
Corporate bonds	-	889,465	-
Mutual funds	2,109,615	-	-
Certificates of deposit	-	747,372	-
Total assets at fair value	<u>\$ 4,309,203</u>	<u>\$1,636,837</u>	<u>\$ -</u>

15. Subsequent Events

Subsequent events were evaluated through August 18, 2010, which is the date the financial statements were available to be issued.

See independent auditors' report

INDEPENDENT AUDITORS' REPORT ON SUPPLEMENTAL INFORMATION

To the Board of Directors of
Francis Ouimet Scholarship Fund, Inc.
Norton, Massachusetts

Our report on our audit of the basic financial statements of **Francis Ouimet Scholarship Fund, Inc.** for the year ended March 31, 2010 appears on page 1. That audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedule of activity and changes in temporarily restricted net assets for the year ended March 31, 2010, presented on pages 15 through 20, the schedule of activity and changes in unrestricted net assets designated for specific purposes presented on page 21, the schedule of activity and changes in unrestricted net assets presented on page 22 and the schedule of operating expense ratios presented on page 23 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the 2010 basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the 2010 basic financial statements taken as a whole.

CCR LLP

Westborough, Massachusetts
August 18, 2010

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets
For the Year Ended March 31, 2010

	<u>Tedesco</u>	<u>Anders</u>	<u>Howard</u>	<u>Casey</u>	<u>Tarlow</u>	<u>Morrill</u>	<u>Goldstein</u>	<u>Burnett</u>	<u>Maich</u>	<u>NESGA</u>	<u>Foley</u>	<u>Bailey</u>	<u>Lowery</u>
Temporarily restricted net assets at March 31, 2009	\$ 145,747	\$ 97,993	\$ 44,708	\$ 12,674	\$ 3,359	\$ 9,185	\$ 68,887	\$ 37,581	\$ 45,977	\$ 61,979	\$ 13,597	\$ 93,458	\$ 33,020
Contributions	-	7,624	-	-	-	3,000	5,000	-	1,000	5,500	-	5,000	2,500
Unrealized gain on investments	30,905	20,578	9,469	2,685	718	2,020	14,589	7,959	9,770	13,306	2,905	19,967	7,075
Net investment loss	(1,078)	(681)	(334)	(95)	(24)	(29)	(513)	(280)	(336)	(421)	(96)	(617)	(230)
Net assets released from restriction to pay scholarship expenditures	(7,280)	(10,000)	(2,621)	(743)	-	-	(4,039)	(2,203)	(2,696)	(3,659)	-	(5,735)	(1,936)
Temporarily restricted net assets at March 31, 2010	<u>\$ 168,294</u>	<u>\$ 115,514</u>	<u>\$ 51,222</u>	<u>\$ 14,521</u>	<u>\$ 4,053</u>	<u>\$ 14,176</u>	<u>\$ 83,924</u>	<u>\$ 43,057</u>	<u>\$ 53,715</u>	<u>\$ 76,705</u>	<u>\$ 16,406</u>	<u>\$ 112,073</u>	<u>\$ 40,429</u>

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FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets (Continued)
For the Year Ended March 31, 2010

	<u>Connolly</u>	<u>Ohanian</u>	<u>NFL Alumni</u>	<u>Highberger</u>	<u>Worcester</u>	<u>Palmer</u>	<u>Faxon</u>	<u>Cutler- Rich</u>	<u>Sullivan</u>	<u>W. King</u>	<u>S. King</u>	<u>M. Lowery</u>	<u>Lane</u>	<u>Lopez</u>
Temporarily restricted net assets at March 31, 2009	\$ 51,945	\$ 28,188	\$ 23,973	\$ 151,834	\$ 99,048	\$ 60,966	\$ 203,503	\$ 28,645	\$ 44,791	\$ 33,865	\$ 11,546	\$ 17,478	\$ 26,474	\$ 3,146
Contributions	5,800	-	5,000	15,000	13,000	-	-	-	2,780	-	-	2,500	-	-
Unrealized gain on investments	11,202	5,970	5,250	32,677	21,220	12,869	43,178	6,067	9,583	7,134	2,445	3,782	5,657	882
Net investment loss	(296)	(210)	(101)	(895)	(594)	(453)	(1,501)	(214)	(290)	(250)	(86)	(114)	(186)	(32)
Net assets released from restriction to pay scholarship expenditures	(3,342)	(1,653)	(1,661)	(9,669)	(6,307)	(3,563)	(9,520)	(1,680)	(2,768)	(1,979)	(677)	(1,025)	-	(244)
Temporarily restricted net assets at March 31, 2010	<u>\$ 65,309</u>	<u>\$ 32,295</u>	<u>\$ 32,461</u>	<u>\$ 188,947</u>	<u>\$ 126,367</u>	<u>\$ 69,819</u>	<u>\$ 235,660</u>	<u>\$ 32,818</u>	<u>\$ 54,096</u>	<u>\$ 38,770</u>	<u>\$ 13,228</u>	<u>\$ 22,621</u>	<u>\$ 31,945</u>	<u>\$ 3,752</u>

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FRANCIS QUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets (Continued)
For the Year Ended March 31, 2010

	<u>Heritage</u>	<u>Goslee</u>	<u>Hyannisport</u>	<u>Prunaret</u>	<u>Nelson</u>	<u>Renaissance</u>	<u>Pappas</u>	<u>Altman/ McLaughlin</u>	<u>Ganong</u>	<u>Daly</u>	<u>McCafferty</u>	<u>Stimets</u>	<u>Roche</u>	<u>Kenerson</u>
Temporarily restricted net assets at March 31, 2009	\$ 56,640	\$ 10,309	\$ 70,653	\$ 147,645	\$ 262	\$ 29,138	\$ 20,226	\$ 105,634	\$ 81,616	\$ 94,837	\$ 116,136	\$ 59,037	\$ 121,836	\$ 38,729
Contributions	5,465	-	3,316	-	-	-	-	-	-	12,071	25,000	916	-	2,623
Unrealized gain on investments	12,174	2,202	15,103	31,269	55	6,171	4,283	22,372	17,285	20,623	25,421	12,533	25,895	8,258
Net investment loss	(383)	(73)	(506)	(1,100)	(2)	(217)	(151)	(788)	(609)	(533)	(701)	(433)	(911)	(261)
Net assets released from restriction to pay scholarship expenditures	(3,345)	-	(4,151)	(8,656)	(15)	(1,708)	(1,186)	(6,193)	(4,785)	(6,145)	(6,813)	(3,461)	(7,169)	(2,318)
Temporarily restricted net assets at March 31, 2010	<u>\$ 70,551</u>	<u>\$ 12,438</u>	<u>\$ 84,415</u>	<u>\$ 169,158</u>	<u>\$ 300</u>	<u>\$ 33,384</u>	<u>\$ 23,172</u>	<u>\$ 121,025</u>	<u>\$ 93,507</u>	<u>\$ 120,853</u>	<u>\$ 159,043</u>	<u>\$ 68,592</u>	<u>\$ 139,651</u>	<u>\$ 47,031</u>

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FRANCIS OUMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets (Continued)
For the Year Ended March 31, 2010

	Bank of America	Barrett- O'Hara	Hobbs	Frost Family	Tiger Woods Foundation	P. D. Ramsey	Hamill	Spillane	Fox	T. Barrett	Raymond Blue	Igoe	M. Casey	Wasgat/ Tatnuck
Temporarily restricted net assets at March 31, 2009	\$ 44,220	\$ 49,815	\$ 63,573	\$ 37,895	\$ 75,428	\$ 84,818	\$ 139,465	\$ 84,253	\$ 16,439	\$ 35,834	\$ 39,220	\$ 47,814	\$ 40,687	\$ 51,599
Contributions	-	2,500	-	-	-	15,000	-	-	4,500	-	-	375	-	8,879
Unrealized gain on investments	9,365	10,674	13,632	7,857	15,975	18,182	29,459	17,844	3,659	7,589	8,306	9,713	8,617	11,148
Net investment loss	(330)	(357)	(479)	(277)	(562)	(444)	(1,037)	(628)	(87)	(267)	(293)	(309)	(302)	(293)
Net assets released from restriction to pay scholarship expenditures	(2,593)	(2,933)	(3,774)	(2,175)	(4,422)	(5,723)	(8,155)	(4,940)	-	(2,101)	(2,299)	(2,804)	(2,386)	(3,300)
Temporarily restricted net assets at March 31, 2010	<u>\$ 50,662</u>	<u>\$ 59,699</u>	<u>\$ 72,952</u>	<u>\$ 43,300</u>	<u>\$ 86,419</u>	<u>\$ 111,833</u>	<u>\$ 159,732</u>	<u>\$ 96,529</u>	<u>\$ 24,511</u>	<u>\$ 41,055</u>	<u>\$ 44,934</u>	<u>\$ 54,789</u>	<u>\$ 46,616</u>	<u>\$ 68,033</u>

Continued --

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets (Continued)
For the Year Ended March 31, 2010

	Boston PAL	Cape Cod National	Henry Savage	Newell Kurson	Worcester CC	Irving Adler	Casson	Cahalin	Hines	York	Harbors	Ho
Temporarily restricted net assets at March 31, 2009	\$ 50,189	\$ 70,290	\$ 41,411	\$ 89,508	\$ 64,474	\$ 53,262	\$ 36,740	\$ 68,687	\$ 9,309	\$ 76,557	\$ 16,197	\$ 39,048
Contributions	(9,960)	7,300	-	161	21,000	5,138	-	100	-	-	5,675	19,100
Unrealized gain on investments	8,520	15,130	8,771	11,213	13,946	11,405	7,781	14,547	1,971	16,214	3,615	8,921
Net investment loss	(299)	(453)	(310)	(56)	(366)	(349)	(274)	(512)	(69)	(572)	(83)	(42)
Net assets released from restriction to pay scholarship expenditures	(2,359)	(4,249)	(2,428)	(3,935)	(4,113)	(3,241)	(2,154)	(4,027)	(546)	(4,489)	(950)	(2,980)
Temporarily restricted net assets at March 31, 2010	<u>\$ 46,091</u>	<u>\$ 88,018</u>	<u>\$ 47,444</u>	<u>\$ 96,891</u>	<u>\$ 94,941</u>	<u>\$ 66,215</u>	<u>\$ 42,093</u>	<u>\$ 78,795</u>	<u>\$ 10,665</u>	<u>\$ 87,710</u>	<u>\$ 24,454</u>	<u>\$ 64,047</u>

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FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Temporarily Restricted Net Assets (Continued)
For the Year Ended March 31, 2010

	<u>Palotta</u>	<u>Wind</u>	<u>Dion</u>	<u>2008 SOG</u>	<u>H&M Player</u>	<u>Onstott</u>	<u>Callagher Spellman</u>	<u>Mineck Caddie</u>	<u>Gillis</u>	<u>David & Jane Parker</u>	<u>Total</u>
Temporarily restricted net assets at March 31, 2009	\$ 36,840	\$ 50,687	\$ 17,585	\$ 437,628	\$ 82,896	\$ 30,483	\$ 41,448	\$ 25,000	\$ -	\$ -	\$ 4,555,564
Contributions	-	-	-	53,939	-	17,168	-	25,000	20,000	10,100	329,070
Unrealized gain on investments	7,802	10,735	3,758	94,429	17,557	7,154	8,778	5,747	727	358	964,605
Net investment gain (loss)	(275)	(378)	(124)	(2,873)	(619)	82	(303)	144	321	160	(29,539)
Net assets released from restriction to pay scholarship expenditures	(2,160)	(2,972)	-	(25,860)	(4,860)	(2,767)	(2,430)	-	-	-	(265,070)
Temporarily restricted net assets at March 31, 2010	<u>\$ 42,207</u>	<u>\$ 58,072</u>	<u>\$ 21,219</u>	<u>\$ 557,263</u>	<u>\$ 94,974</u>	<u>\$ 52,120</u>	<u>\$ 47,493</u>	<u>\$ 55,891</u>	<u>\$ 21,048</u>	<u>\$ 10,618</u>	<u>\$ 5,554,630</u>

See independent auditors' report on supplemental information

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Unrestricted Net Assets Designated for Specific Purposes
For the Year Ended March 31, 2010

	Deacon Palmer	Crenshaw	WGAM/ Dolly Sullivan	Lowery	Thomas Strange	Byron Nelson	Prescott Bush	Dudley	Domingo Lopez	Earp	Erling Jacobsen	Hines	H & M Player	Thirsk	Total
Balance, March 31, 2009	\$ 21,723	\$ 25,722	\$ 39,899	\$ 5,126	\$ 24,259	\$ 31,337	\$ 40,121	\$ 39,422	\$ 37,900	\$ 39,235	\$ 38,738	\$ 68,371	\$ 36,951	\$ -	\$ 448,804
Establishment of fund	-	-	-	-	-	-	-	-	-	-	-	-	-	50,000	50,000
Scholarships awarded	(1,274)	(1,508)	(2,339)	(301)	(1,421)	(1,837)	(2,352)	(2,311)	(2,162)	(2,300)	(2,271)	(4,009)	(2,166)	(2,842)	(29,093)
Unrealized gain on investments	4,600	5,447	8,450	1,087	5,135	6,636	8,498	8,349	7,811	8,310	8,204	14,480	7,826	7,267	102,100
Net investment loss	(161)	(192)	(298)	(39)	(181)	(234)	(299)	(295)	(275)	(293)	(289)	(505)	(275)	1,102	(2,234)
Balance, March 31, 2010	<u>\$ 24,888</u>	<u>\$ 29,469</u>	<u>\$ 45,712</u>	<u>\$ 5,873</u>	<u>\$ 27,792</u>	<u>\$ 35,902</u>	<u>\$ 45,968</u>	<u>\$ 45,165</u>	<u>\$ 43,274</u>	<u>\$ 44,952</u>	<u>\$ 44,382</u>	<u>\$ 78,337</u>	<u>\$ 42,336</u>	<u>\$ 55,527</u>	<u>\$ 569,577</u>

See independent auditors' report on supplemental information

FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Activity and Changes in Unrestricted Net Assets
For the Years Ended March 31, 2006 through March 31, 2010

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>Five Year Total</u>
Fundraising income						
Bag tag sponsors	\$ 861,004	\$ 906,830	\$ 908,955	\$ 923,392	\$ 955,232	\$ 4,555,413
Francis Ouimet Society events	96,280	71,573	76,545	74,858	113,810	433,066
Alumni contributions	64,964	56,994	73,600	80,381	85,095	361,034
General donations	52,215	63,392	78,709	209,103	55,067	458,486
Marathon	316,633	291,419	305,893	266,932	265,271	1,446,148
Student banquets	629,479	598,734	1,148,937	655,879	613,972	3,647,001
Gain on disposal of fixed assets	-	-	-	72	-	72
Other fundraising	78,323	67,659	42,472	66,907	60,418	315,779
	<u>2,098,898</u>	<u>2,056,601</u>	<u>2,635,111</u>	<u>2,277,524</u>	<u>2,148,865</u>	<u>11,216,999</u>
Fundraising and cost of events	<u>787,054</u>	<u>859,124</u>	<u>1,004,212</u>	<u>974,505</u>	<u>904,350</u>	<u>4,529,245</u>
Net fundraising income	1,311,844	1,197,477	1,630,899	1,303,019	1,244,515	6,687,754
Administrative support services expenses	<u>136,424</u>	<u>140,775</u>	<u>155,682</u>	<u>131,256</u>	<u>136,382</u>	<u>700,519</u>
	1,175,420	1,056,702	1,475,217	1,171,763	1,108,133	5,987,235
Donor-requested and board program transfers of unrestricted net assets to temporarily restricted net assets	(38,000)	-	-	-	-	(38,000)
Net assets released from restrictions						
Satisfaction of donor restrictions	<u>130,150</u>	<u>133,855</u>	<u>206,708</u>	<u>227,209</u>	<u>265,070</u>	<u>962,992</u>
Available for scholarships	1,267,570	1,190,557	1,681,925	1,398,972	1,373,203	6,912,227
Scholarship awards	<u>1,000,000</u>	<u>1,150,000</u>	<u>1,310,303</u>	<u>1,500,000</u>	<u>1,325,500</u>	<u>6,285,803</u>
Remaining available for scholarships (excess awarded)	267,570	40,557	371,622	(101,028)	47,703	626,424
Investment income (loss)	<u>80,322</u>	<u>84,642</u>	<u>54,529</u>	<u>(343,365)</u>	<u>314,964</u>	<u>191,092</u>
Net change in unrestricted net assets	347,892	125,199	426,151	(444,393)	362,667	817,516
Unrestricted net assets, beginning	<u>655,181</u>	<u>1,003,073</u>	<u>1,128,272</u>	<u>1,554,423</u>	<u>1,110,030</u>	<u>655,181</u>
Unrestricted net assets, ending	<u>\$ 1,003,073</u>	<u>\$ 1,128,272</u>	<u>\$ 1,554,423</u>	<u>\$ 1,110,030</u>	<u>\$ 1,472,697</u>	<u>\$ 1,472,697</u>
Board designated portion of unrestricted net assets	<u>\$ 411,003</u>	<u>\$ 470,780</u>	<u>\$ 558,596</u>	<u>\$ 448,804</u>	<u>\$ 569,577</u>	
Undesignated portion of unrestricted net assets available for future use	<u>\$ 592,070</u>	<u>\$ 657,492</u>	<u>\$ 995,827</u>	<u>\$ 661,226</u>	<u>\$ 903,120</u>	

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FRANCIS OUIMET SCHOLARSHIP FUND, INC.

Schedule of Operating Expense Ratios
For the Years Ended March 31, 2006 through March 31, 2010

	2006	2007	2008	2009	2010
<u>Fundraising expense ratio:</u>					
(a) Fundraising and cost of events (1)	\$ 787,054	\$ 859,124	\$ 1,004,212	\$ 974,505	\$ 904,350
(b) Net revenue and other support (2)	\$ 2,791,191	\$ 2,834,680	\$ 3,248,752	\$ 3,195,864	\$ 3,756,138
(a)/(b) = fundraising expense ratio	<u>28.2%</u>	<u>30.3%</u>	<u>30.9%</u>	<u>30.5%</u>	<u>24.1%</u>
<u>Administrative expense ratio:</u>					
(d) Administrative support services	\$ 136,424	\$ 140,775	\$ 155,682	\$ 131,256	\$ 136,382
(e) Net revenue and other support (3)	\$ 2,004,137	\$ 1,975,556	\$ 2,244,540	\$ 2,221,359	\$ 2,851,788
(d)/(e) = administrative expense ratio	<u>6.8%</u>	<u>7.1%</u>	<u>6.9%</u>	<u>5.9%</u>	<u>4.8%</u>

Explanation:

- (1) Fundraising and cost of events includes the costs of Student Banquets (e.g. facility costs, meal costs, audio visual costs, etc.).
- (2) Total revenue, gains and other support per the statement of activities and changes in net assets less net investment income and gains and less net appreciation (depreciation) in fair value of investments.
- (3) Total revenue, gains and other support per the statement of activities and changes in net assets less net investment income and gains and less net appreciation (depreciation) in fair value of investments and less fundraising and cost of events.

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