

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

Department of the Treasury
Internal Revenue Service

▶ The organization may have to use a copy of this return to satisfy state reporting requirements.

Open to Public Inspection

A For the 2007 calendar year, or tax year beginning **JUL 1, 2007** and ending **JUN 30, 2008**

B Check if applicable:

- Address change
- Name change
- Initial return
- Termination
- Amended return
- Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization
MEDICAL COLLEGE OF GEORGIA FOUNDATION, INC.

D Employer identification number
58-0706796

Number and street (or P.O. box if mail is not delivered to street address) Room/suite
1021 15TH STREET, SUITE 6

E Telephone number
(706) 721-4415

City or town, state or country, and ZIP + 4
AUGUSTA, GA 30901-3197

F Accounting method: Cash Accrual
 Other (specify) ▶

• Section 501(c)(3) organizations and 4947(a)(1) nonexempt charitable trusts must attach a completed Schedule A (Form 990 or 990-EZ).

Hand I are not applicable to section 527 organizations.

H(a) Is this a group return for affiliates? Yes No

H(b) If "Yes," enter number of affiliates ▶ **N/A**

H(c) Are all affiliates included? **N/A** Yes No (If "No," attach a list.)

H(d) Is this a separate return filed by an organization covered by a group ruling? Yes No

I Group Exemption Number ▶ **N/A**

M Check if the organization is not required to attach Sch. B (Form 990, 990-EZ, or 990-PF).

G Website: **WWW.MCGFOUNDATION.ORG**

J Organization type (check only one) 501(c) (**3**) (insert no.) 4947(a)(1) or 527

K Check here if the organization is not a 509(a)(3) supporting organization and its gross receipts are normally not more than \$25,000. A return is not required, but if the organization chooses to file a return, be sure to file a complete return.

L Gross receipts: Add lines 6b, 8b, 9b, and 10b to line 12 ▶ **9,975,413.**

Part I Revenue, Expenses, and Changes in Net Assets or Fund Balances

Revenue	1 Contributions, gifts, grants, and similar amounts received:				
	a Contributions to donor advised funds	1a			
	b Direct public support (not included on line 1a)	1b	6,264,288.		
	c Indirect public support (not included on line 1a)	1c			
	d Government contributions (grants) (not included on line 1a)	1d			
	e Total (add lines 1a through 1d) (cash \$ 6,264,288. noncash \$)	1e		6,264,288.	
	2 Program service revenue including government fees and contracts (from Part VII, line 93)	2			
	3 Membership dues and assessments	3			
	4 Interest on savings and temporary cash investments	4			
	5 Dividends and interest from securities	5		3,302,483.	
	6 a Gross rents SEE STATEMENT 2	6a	928,473.		
	b Less: rental expenses	6b			
c Net rental income or (loss). Subtract line 6b from line 6a	6c		928,473.		
7 Other investment income (describe SEE STATEMENT 1)	7		<519,831.>		
8 a Gross amount from sales of assets other than inventory	(A) Securities	8a			
	(B) Other	8b	573,088.		
	Less: cost or other basis and sales expenses	8c	<573,088.>		
	d Net gain or (loss). Combine line 8c, columns (A) and (B) STMT 3	8d		<573,088.>	
9 a Special events and activities (attach schedule). If any amount is from gaming, check here <input type="checkbox"/>	Gross revenue (not including \$ of contributions reported on line 1b)	9a			
	Less: direct expenses other than fundraising expenses	9b			
	c Net income or (loss) from special events. Subtract line 9b from line 9a	9c			
10 a Gross sales of inventory, less returns and allowances		10a			
	Less: cost of goods sold	10b			
	c Gross profit or (loss) from sales of inventory (attach schedule). Subtract line 10b from line 10a	10c			
11 Other revenue (from Part VII, line 103)	11				
12 Total revenue. Add lines 1e, 2, 3, 4, 5, 6c, 7, 8d, 9c, 10c, and 11	12		9,402,325.		
Expenses	13 Program services (from line 44, column (B))	13	6,867,155.		
	14 Management and general (from line 44, column (C))	14	1,185,443.		
	15 Fundraising (from line 44, column (D))	15	814,301.		
	16 Payments to affiliates (attach schedule)	16			
	17 Total expenses. Add lines 16 and 44, column (A)	17		8,866,899.	
Net Assets	18 Excess or (deficit) for the year. Subtract line 17 from line 12	18	535,426.		
	19 Net assets or fund balances at beginning of year (from line 73, column (A))	19	149,948,060.		
	20 Other changes in net assets or fund balances (attach explanation) SEE STATEMENT 4	20	<5,304,717.>		
	21 Net assets or fund balances at end of year. Combine lines 18, 19, and 20	21		145,178,769.	

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FOUNDATION, INC.**

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Part II Statement of Functional Expenses

All organizations must complete column (A). Columns (B), (C), and (D) are required for section 501(c)(3) and (4) organizations and section 4947(a)(1) nonexempt charitable trusts but optional for others.

Do not include amounts reported on line 6b, 8b, 9b, 10b, or 16 of Part I.	(A) Total	(B) Program services	(C) Management and general	(D) Fundraising
22a Grants paid from donor advised funds (attach schedule) (cash \$ <u>0</u> • noncash \$ <u>0</u> .) If this amount includes foreign grants, check here <input type="checkbox"/>				
22b Other grants and allocations (attach schedule) (cash \$ <u>0</u> • noncash \$ <u>0</u> .) If this amount includes foreign grants, check here <input type="checkbox"/>				
23 Specific assistance to individuals (attach schedule)				
24 Benefits paid to or for members (attach schedule)				
25a Compensation of current officers, directors, key employees, etc. listed in Part V-A	545,387.	0.	501,756.	43,631.
b Compensation of former officers, directors, key employees, etc. listed in Part V-B	0.	0.	0.	0.
c Compensation and other distributions, not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)				
26 Salaries and wages of employees not included on lines 25a, b, and c	174,182.		160,247.	13,935.
27 Pension plan contributions not included on lines 25a, b, and c				
28 Employee benefits not included on lines 25a - 27	75,598.		69,550.	6,048.
29 Payroll taxes	37,225.		34,247.	2,978.
30 Professional fundraising fees				
31 Accounting fees	29,095.		29,095.	
32 Legal fees	16,414.		16,414.	
33 Supplies	28,776.		28,776.	
34 Telephone	8,052.		8,052.	
35 Postage and shipping	9,117.		9,117.	
36 Occupancy	34,486.		34,486.	
37 Equipment rental and maintenance	15,099.		6,624.	8,475.
38 Printing and publications	10,253.		10,253.	
39 Travel	3,233.		3,233.	
40 Conferences, conventions, and meetings	33,870.		33,870.	
41 Interest				
42 Depreciation, depletion, etc. (attach schedule)	187,400.	168,178.	19,222.	
43 Other expenses not covered above (itemize):				
a				
b				
c				
d				
e				
f				
g SEE STATEMENT 5	7,658,712.	6,698,977.	220,501.	739,234.
44 Total functional expenses. Add lines 22a through 43g. (Organizations completing columns (B)-(D), carry these totals to lines 13-15)	8,866,899.	6,867,155.	1,185,443.	814,301.

Joint Costs. Check if you are following SOP 98-2.

Are any joint costs from a combined educational campaign and fundraising solicitation reported in (B) Program services? Yes No
 If "Yes," enter (i) the aggregate amount of these joint costs \$ N/A; (ii) the amount allocated to Program services \$ N/A; (iii) the amount allocated to Management and general \$ N/A; and (iv) the amount allocated to Fundraising \$ N/A

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Part III Statement of Program Service Accomplishments (See the instructions.)

Form 990 is available for public inspection and, for some people, serves as the primary or sole source of information about a particular organization. How the public perceives an organization in such cases may be determined by the information presented on its return. Therefore, please make sure the return is complete and accurate and fully describes, in Part III, the organization's programs and accomplishments.

What is the organization's primary exempt purpose? ► SEE STATEMENT 6	Program Service Expenses (Required for 501(c)(3) and (4) orgs., and 4947(a)(1) trusts; but optional for others.)
All organizations must describe their exempt purpose achievements in a clear and concise manner. State the number of clients served, publications issued, etc. Discuss achievements that are not measurable. (Section 501(c)(3) and (4) organizations and 4947(a)(1) nonexempt charitable trusts must also enter the amount of grants and allocations to others.)	
a FOUNDATION RECEIVES AND MANAGES FUNDS WHICH ARE ULTIMATELY USED TO MAINTAIN THE HIGH STANDARD OF INSTRUCTION AT MCG AND FOR ADVANCED STUDY BY THE FACULTY.	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	6,867,155.
b	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
c	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
d	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
e Other program services (attach schedule)	
(Grants and allocations \$) If this amount includes foreign grants, check here ► <input type="checkbox"/>	
f Total of Program Service Expenses (should equal line 44, column (B), Program services) ►	6,867,155.

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FOUNDATION, INC.**

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Part IV Balance Sheets (See the instructions.)

Note: Where required, attached schedules and amounts within the description column should be for end-of-year amounts only.

		(A) Beginning of year		(B) End of year		
Assets	45	Cash - non-interest-bearing	15,870,777.	45	14,999,787.	
	46	Savings and temporary cash investments	350,000.	46	1,107,082.	
	47 a	Accounts receivable				
		47a				
	b	Less: allowance for doubtful accounts			47c	
		47b				
	48 a	Pledges receivable				
		48a				
	b	Less: allowance for doubtful accounts			48c	
		48b				
	49	Grants receivable			49	
	50 a	Receivables from current and former officers, directors, trustees, and key employees			50a	
	b	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)			50b	
	51 a	Other notes and loans receivable	313,155.			
		51a				
b	Less: allowance for doubtful accounts			51c		
	51b		305,531.			
52	Inventories for sale or use			52		
53	Prepaid expenses and deferred charges			53		
54 a	Investments - publicly-traded securities STMT 10 <input type="checkbox"/> Cost <input checked="" type="checkbox"/> FMV	99,288,711.		54a	84,687,289.	
b	Investments - other securities			54b		
	54a					
55 a	Investments - land, buildings, and equipment: basis	994,212.				
	55a					
b	Less: accumulated depreciation		994,212.	55c	994,212.	
	55b					
56	Investments - other SEE STATEMENT 7	30,658,848.		56	40,968,029.	
57 a	Land, buildings, and equipment: basis	5,128,654.				
	57a					
b	Less: accumulated depreciation		1,137,948.	57c	3,990,706.	
	57b					
58	Other assets, including program-related investments (describe SEE STATEMENT 8)		404,418.	58	387,481.	
59	Total assets (must equal line 74). Add lines 45 through 58	152,290,718.		59	147,447,741.	
Liabilities	60.	Accounts payable and accrued expenses		60		
	61	Grants payable		61		
	62	Deferred revenue		62		
	63	Loans from officers, directors, trustees, and key employees		63		
	64 a	Tax-exempt bond liabilities		64a		
	b	Mortgages and other notes payable		64b		
	65	Other liabilities (describe SEE STATEMENT 9)	2,342,658.		65	2,268,972.
66	Total liabilities. Add lines 60 through 65	2,342,658.		66	2,268,972.	
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here <input checked="" type="checkbox"/> and complete lines 67 through 69 and lines 73 and 74.					
	67	Unrestricted	13,991,343.	67	13,491,028.	
	68	Temporarily restricted	15,714,845.	68	17,513,255.	
	69	Permanently restricted	120,241,872.	69	114,174,486.	
	Organizations that do not follow SFAS 117, check here <input type="checkbox"/> and complete lines 70 through 74.					
	70	Capital stock, trust principal, or current funds		70		
	71	Paid-in or capital surplus, or land, building, and equipment fund		71		
	72	Retained earnings, endowment, accumulated income, or other funds		72		
73	Total net assets or fund balances. Add lines 67 through 69 or lines 70 through 72. (Column (A) must equal line 19 and column (B) must equal line 21)	149,948,060.		73	145,178,769.	
74	Total liabilities and net assets/fund balances. Add lines 66 and 73	152,290,718.		74	147,447,741.	

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