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To the Board of Directors
ETGS (East Texas Geological Society)
102 N. College, Suite 612
Tyler, Texas 75702

Re: Financial statement for years ended December 31, 2008 and 2007

I have compiled the accompanying statement of revenues, expenses and unrestricted net assets-cash basis of ETGS (East Texas Geological Society) for the periods referenced above and the accompanying supplemental information contained in Schedule 1, which is presented for analysis purposes only, in accordance with the Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. This financial statement has been prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

A compilation is limited to presenting in the form of financial statements information that is the representation of management. I have not audited or reviewed the accompanying statement of revenues, expenses and unrestricted net assets-cash basis and, accordingly, do not express an opinion or any other form of assurance on it.

Management has elected to omit substantially all of the disclosures ordinarily included in a financial statement prepared on the cash basis of accounting. If the omitted disclosures were included in the financial statement, they might influence the user's conclusions about the Society's revenues, expenses and unrestricted net assets. Accordingly, this financial statement is not designed for those who are not informed about such matters.

I am not independent with respect to ETGS.



Michael J. Kimball, CPA

June 25, 2009

ETGS (East Texas Geological Society)
Statement of Revenues, Expenses and Unrestricted Net Assets-Cash Basis
For Years Ended December 31, 2008 and 2007

	2008	2007
Program Activities		
Dues & Donations		
Membership Dues	\$ 5,965	\$ 6,723
Donations	-	4,200
Interest Income	234	391
Total Dues & Donations	6,199	11,314
Meetings and Seminars		
Revenues-Lunch Meetings	5,606	4,185
Seminar Revenues	3,225	2,200
Total Revenues	8,831	6,385
Expenses		
Food Service	4,823	4,896
Speaker Expenses	3,471	3,347
Other Lunch Meeting Expenses	403	299
Seminar Expenses	626	150
Total Expenses	9,323	8,692
Net Revenues (Expense)-Meetings & Seminars	(492)	(2,307)
April TECH Exhibition		
Revenues		
Booth Rental & Attendance	31,602	32,995
Sponsorship	1,600	1,200
Other income	120	-
Total Revenues	33,322	34,195
Expenses		
Harvey Hall Rental	1,891	3,380
Equipment Rental	6,393	7,017
Advertising	1,134	1,867
Meeting Security	350	350
Food Service	6,947	6,981
Tech Speaker Expenses	-	-
Insurance	1,311	1,312
Door Prize	109	-
Total Expenses	18,135	20,907
Net Revenues-April TECH Exhibition	15,187	13,288

ETGS (East Texas Geological Society)
Statement of Revenues, Expenses and Unrestricted Net Assets-Cash Basis
For Years Ended December 31, 2008 and 2007

	<u>2008</u>	<u>2007</u>
Book and CD-ROM Sales		
Revenues		
Book sales and Royalty Income	1,110	1,232
ETGS CD Sales	3,888	3,455
ETOF CD Sales	-	-
SGS CD Sales	-	-
BEG CD Sales	-	-
Total Revenues	<u>4,998</u>	<u>4,687</u>
Expenses		
Publication development	-	263
Sales tax	273	331
Other Expenses	-	-
Total Expenses	<u>273</u>	<u>594</u>
Net Revenues (Expenses)-Book and CD Sales	4,725	4,093
Golf Tournament		
Entry Fees	10,980	10,720
Tournament Sponsorships	15,160	22,990
Other Income	-	-
Total Revenues	<u>26,140</u>	<u>33,710</u>
Expenses		
Golf Course Rental	15,607	14,989
Golf Tournament Equipment	-	-
Golf Tournament Prizes	1,150	8,143
Other Expenses	3,109	938
Total Expenses	<u>19,866</u>	<u>24,070</u>
Net Revenues (Expenses)-Golf Tournament	6,274	9,640
Combined Net Revenues (Expenses) From Program Activities	\$ 31,893	\$ 36,028

ETGS (East Texas Geological Society)
Statement of Revenues, Expenses and Unrestricted Net Assets-Cash Basis
For Years Ended December 31, 2008 and 2007

	2008	2007
Combined Net Revenues (Expenses) From Program Activities	\$ 31,893	\$ 36,028
Indirect Expenses		
Contributions		
Stephen F. Austin University Geology Dept.	-	5,400
East Texas Communities Foundation	25,000	20,000
Other Contributions	500	-
Total Contributions	25,500	25,400
General and Administrative Expenses		
Bank charges	39	266
Convention Fees	-	425
Office Rental	-	-
Office Supplies	138	266
Organization Dues	354	125
Drafting	-	-
Office Equipment Rental	-	-
Shreveport Geological Society expenses	-	-
Internet Service/Web Design	860	860
Office Equipment Purchase	-	-
Consultant Fees	1,830	1,950
Total General and Administrative Expenses	3,221	3,892
Total Indirect Expenses	28,721	29,292
Net Revenue (Expenses)	\$ 3,172	\$ 6,736
Add: Beginning unrestricted net assets	48,859	42,123
Ending unrestricted net assets	\$ 52,031	\$ 48,859

Schedule 1: Unrestricted Net Assets At End of Period

Regular checking account	14,489	\$ 17,825
Golf checking account	21,703	15,429
Certificate of Deposit	15,840	15,605
Total unrestricted net assets at end of period	\$ 52,032	\$ 48,859