

USTA FOUNDATION INCORPORATED
AUDITED FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015

BCA WATSON RICE LLP
CERTIFIED PUBLIC ACCOUNTANTS

**USTA FOUNDATION INCORPORATED
DECEMBER 31, 2016 AND 2015**

TABLE OF CONTENTS

	<u>Page No.</u>
Independent Auditor's Report.....	1
Balance Sheets	3
Statements of Revenues, Expenses, and Changes in Net Assets	4
Statements of Cash Flows.....	5
Notes to Financial Statements.....	6



5 Penn Plaza
New York, NY 10001
www.bcawatsonrice.com

Telephone: 212.447.7300
Facsimile: 212.683.6031

INDEPENDENT AUDITOR'S REPORT

To the Audit Committee
USTA Foundation Incorporated
White Plains, New York

Report on the Financial Statements

We have audited the accompanying financial statements of USTA Foundation Incorporated (the "Foundation"), which comprise the balance sheets as of December 31, 2016 and 2015, the related statements of revenues, expenses and changes in net assets and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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 audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT – CONTINUED

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

New York, New York
March 27, 2017

BCA Watson Rice LLP

USTA FOUNDATION INCORPORATED
BALANCE SHEETS
DECEMBER 31, 2016 AND 2015
(IN THOUSANDS)

	<u>2016</u>	<u>2015</u>
Assets		
<u>Current Assets</u>		
Cash and cash equivalents	\$ 2,941	\$ 2,691
Investments, at fair value	987	860
Accounts receivable, including grants and contributions, net of allowance for doubtful accounts	95	41
Prepaid expenses	<u>14</u>	<u>10</u>
Total Current Assets	4,037	3,602
Investments held in perpetuity, at fair value	<u>299</u>	<u>299</u>
 Total Assets	 <u>\$ 4,336</u>	 <u>\$ 3,901</u>
 Liabilities and Net Assets		
<u>Liabilities</u>		
<u>Current Liabilities</u>		
Accounts payable and accrued liabilities	\$ 1,980	\$ 1,348
Current portion of scholarships payable	<u>312</u>	<u>291</u>
Total Current Liabilities	2,292	1,639
Long-term scholarships payable, net of discount	280	290
Commitments (Notes 6 and 9)	<u>-</u>	<u>-</u>
Total Liabilities	<u>2,572</u>	<u>1,929</u>
 <u>Net Assets</u>		
Unrestricted	764	496
Temporarily restricted	701	1,177
Permanently restricted	<u>299</u>	<u>299</u>
Total Net Assets	<u>1,764</u>	<u>1,972</u>
 Total Liabilities and Net Assets	 <u>\$ 4,336</u>	 <u>\$ 3,901</u>

See notes to financial statements.

USTA FOUNDATION INCORPORATED
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
YEARS ENDED DECEMBER 31, 2016 AND 2015
(IN THOUSANDS)

	2016				2015			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Revenues								
<u>Contributions</u>								
Special events revenue	\$ 1,926	\$ 47	\$ -	\$ 1,973	\$ 1,547	\$ -	\$ -	\$ 1,547
Less: Direct cost to donors	(512)	-	-	(512)	(342)	-	-	(342)
Total Special Events	1,414	47	-	1,461	1,205	-	-	1,205
Grants and contributions	3,121	288	-	3,409	2,093	817	-	2,910
Contributed services	2,081	-	-	2,081	1,937	-	-	1,937
Net assets released from restrictions (Note 7)	824	(824)	-	-	351	(351)	-	-
Total Operating Revenues	7,440	(489)	-	6,951	5,586	466	-	6,052
Expenses								
<u>Program Services</u>								
Scholarships	362	-	-	362	349	-	-	349
Grants	2,860	-	-	2,860	2,463	-	-	2,463
Other program services	1,490	-	-	1,490	661	-	-	661
Contributed program services	1,012	-	-	1,012	759	-	-	759
Total Program Expenses	5,724	-	-	5,724	4,232	-	-	4,232
<u>Support Services</u>								
Fundraising:								
Fundraising	288	-	-	288	282	-	-	282
Contributed fundraising services	756	-	-	756	854	-	-	854
Total Fundraising Services	1,044	-	-	1,044	1,136	-	-	1,136
General and Administrative:								
General and administrative	202	-	-	202	178	-	-	178
Contributed general and administrative services	313	-	-	313	324	-	-	324
Total General and Administrative Services	515	-	-	515	502	-	-	502
Total Support Services	1,559	-	-	1,559	1,638	-	-	1,638
Total Operating Expenses	7,283	-	-	7,283	5,870	-	-	5,870
Excess (Deficit) of operating revenues over operating expenses	157	(489)	-	(332)	(284)	466	-	182
Nonoperating Other Income (Loss)								
Investment return net (Note 4)	111	13	-	124	(65)	15	-	(50)
Changes in Net Assets	268	(476)	-	(208)	(349)	481	-	132
Net Assets, Beginning of Year	496	1,177	299	1,972	845	696	299	1,840
Net Assets, End of Year	\$ 764	\$ 701	\$ 299	\$ 1,764	\$ 496	\$ 1,177	\$ 299	\$ 1,972

See notes to financial statements.

USTA FOUNDATION INCORPORATED
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2016 AND 2015
(IN THOUSANDS)

	<u>2016</u>	<u>2015</u>
Cash Flows from Operating Activities		
Changes in net assets	\$ (208)	\$ 132
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Adjustment of discount on scholarship payable	-	1
Gain on sale of securities, net	(10)	(6)
Net change in unrealized (gain) loss on investments	(72)	93
Changes in operating assets and liabilities:		
(Increase) Decrease in accounts receivable	(54)	131
(Increase) Decrease in prepaid expenses	(4)	5
Increase in accounts payable and accrued liabilities	632	169
Increase (Decrease) in scholarships payable	11	(24)
Net cash provided by operating activities	<u>295</u>	<u>501</u>
Cash Flows from Investing Activities		
Purchase of investments	(289)	(279)
Proceeds from sale of investments	<u>244</u>	<u>287</u>
Net cash (used in) provided by investing activities	<u>(45)</u>	<u>8</u>
Increase in Cash and Cash Equivalents	250	509
Cash and Cash Equivalents, Beginning of Year	<u>2,691</u>	<u>2,182</u>
Cash and Cash Equivalents, End of Year	<u>\$ 2,941</u>	<u>\$ 2,691</u>

See notes to financial statements.

**USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2016 AND 2015
(IN THOUSANDS)**

1. ORGANIZATION

USTA Foundation Incorporated (the “Foundation”) is a New York not-for-profit corporation organized by the United States Tennis Association Incorporated (“USTA”) whose purpose is to:

- a) Provide and support educational activities for socially and economically disadvantaged youngsters who participate in tennis programs;
- b) Provide academic and athletic scholarships to socially and economically disadvantaged youth who participate in tennis programs; and,
- c) Support the growth of tennis programs for youth, the disabled and the elderly in community programs, educational facilities and public facilities to improve the quality of life, promote good character, responsible citizenship and good health.
- d) Support community programs, educational institutions and public facilities to help foster the development and growth of tennis programs for youth, the disabled and the elderly and tennis education in general.

The USTA is the sole voting member of the Foundation. However, the Foundation Board of Directors is an independent body whose majority is comprised of non-USTA Board members. It is the responsibility of the Foundation Board of Directors to help set policy and oversee day-to-day operations of the Foundation.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The financial statements of the Foundation have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities. The balance sheets assets and liabilities are presented in order of liquidity or conversion to cash and their maturity resulting in the use of cash, respectively.

(b) Financial Statement Presentation

The classification of a not-for-profit organization’s net assets and its support, revenue and expenses is based on the existence or absence of donor-imposed restrictions. It requires that the amounts for each of the three classes of net assets, permanently restricted, temporarily restricted and unrestricted, be displayed in the balance sheets and that the amounts of change in each of those classes of net assets be displayed in the statements of revenues, expenses, and changes in net assets.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

(b) Financial Statement Presentation – Continued

The three classes of net assets are defined as follows:

- i. Permanently Restricted* – Net assets resulting from contributions and other inflows of assets whose use by the Foundation is limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Foundation.
- ii. Temporarily Restricted* – Net assets resulting from contributions and other inflows of assets whose use by the Foundation is limited by donor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Foundation pursuant to those stipulations. When such stipulations end or are fulfilled, such temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of revenues, expenses, and changes in net assets.
- iii. Unrestricted* – The part of net assets that is neither permanently nor temporarily restricted by donor-imposed stipulations. The unrestricted net assets are used to account for all resources over which the Board of Directors has discretionary control.

(c) Use of Estimates

Management of the Foundation uses estimates and assumptions in preparing the financial statements. Those estimates and assumptions affect the reported amounts and disclosures of assets and liabilities at the date of the financial statements, and the reported revenues and expenses during the reporting period. The significant estimates made by management include certain accrued liabilities. Actual results could differ from those estimates.

(d) Cash and Cash Equivalents

The Foundation considers all highly liquid investments with maturities of three months or less to be cash equivalents. Cash and cash equivalents are intended to be used to fulfill existing scholarship liabilities, fund future scholarship awards and fund tennis and education program grants. Cash and cash equivalents may, at times, exceed federally-insured limits.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

(e) Investments

Investments in equity and debt securities are measured at fair value based on quoted market prices.

(f) Allowance for Doubtful Accounts

The Foundation fully provides an allowance for doubtful accounts for accounts receivable specifically identified by management for which collectability is uncertain. For 2016 and 2015 the allowance was \$0.

(g) Fair Value Measurements

Financial Accounting Standard Board (“FASB”) Accounting Standards Codification (“ASC”) 820, “Fair Value Measurement” establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that inputs that are most observable be used when available.

The Foundation only has Level 1 inputs for which the valuation is based on quoted market prices in active markets for identical assets or liabilities. Examples include equity securities and publicly-traded mutual funds that are actively traded on a major exchange or over-the-counter market.

(h) Permanently Restricted Donor Funds

The Foundation has permanently restricted donor funds. As required by accounting principles generally accepted in the United States of America, net assets associated with permanently restricted donor funds are classified and reported based on the existence or absence of donor-imposed restrictions.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

(h) Permanently Restricted Donor Funds – Continued

The Board of Directors of the Foundation has interpreted the New York Prudent Management of Institutional Funds Act (“NYPMIFA”) as requiring the preservation of the fair value of the original gift as of the gift date of the permanently restricted donor funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as permanently restricted net assets (a) the original value of gifts designated as permanently restricted, (b) the original value of subsequent gifts designated as permanently restricted, and (c) accumulations to the permanently restricted funds made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the funds. The remaining portion of the permanently restricted donor funds 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 Foundation in a manner consistent with the standard of prudence prescribed by NYPMIFA.

In accordance with NYPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate permanently restricted donor funds: (1) the duration and preservation of the various funds, (2) the purposes of the permanently restricted donor funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, (7) where appropriate and circumstances would otherwise warrant, alternatives to expenditure of the endowment fund, giving due consideration to the effect that such alternatives may have on the institution, and (8) the Foundation’s investment policies.

The permanently restricted donor assets are invested in a manner that is intended to produce results that exceed the price and yield results of the Triple A rated short-term money market instruments while assuming a minimum level of investment risk. The Foundation appropriates the actual interest income return from the restricted asset and may supplement non-restricted funds for specific scholarship grants. There are no unrestricted net assets associated with the permanently restricted donor funds.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

(i) Revenue Recognition

The Foundation records as revenue the following types of contributions, when they are received unconditionally, at their fair value: cash, promises to give, certain contributed services and gifts of other assets. Conditional contributions are recognized as revenue when the conditions on which they depend have been substantially met.

The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of revenues, expenses, and changes in net assets as net assets released from restrictions. Temporarily restricted contributions received and expended in the same accounting period are recorded in the unrestricted net asset category.

(j) Contributed Services

USTA provides program, fundraising, administrative and other services to the Foundation, as well as the use of certain facilities, without charge. For the year ended December 31, 2016 and 2015, the value of these services and facilities, including expenses for National Junior Tennis and Learning (“NJTL”), totaled \$2,081 and \$1,937, respectively. The services and facilities included, but were not limited to, salaries, rent/occupancy costs, health and life benefits and other shared services (accounting, legal, etc.). These contributed services and facilities are reported in the statements of revenues, expenses, and changes in net assets as contributed services revenue and offsetting contributed program services, contributed fundraising services and contributed general and administrative services. This disclosure is based on the requirements for recognition of contributed services as stated in FASB ASC 958. For the years ended December 31, 2016 and 2015, there is no cash cost to the Foundation for any contributed services.

All the officers who are not compensated, as well as a number of other volunteers, have contributed significant amounts of time to the Foundation. These financial statements do not reflect a value for these contributed services, as they do not meet the requirements for recognition as stated in FASB ASC 958. There is no objective basis to determine the value of contributed services not recorded.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – CONTINUED

(k) Functional Expenses

The majority of expenses can be directly identified with the program or supporting service to which they relate and are charged accordingly. Other expenses by function have been allocated among program and supporting service classifications using bases determined by management to be reasonable.

(l) Income Taxes

The Foundation is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and therefore has made no provision for income taxes in the accompanying financial statements. The Foundation has filed all applicable returns when required. For the years ended December 31, 2016 and 2015, there were no interest or penalties required to be recorded or disclosed in the financial statements. In addition, the Foundation has not taken an unsubstantiated tax position that would require provision of a liability under FASB ASC 740, “Income Taxes.” The Foundation believes it is no longer subject to income tax examinations for the years prior to 2013.

3. FINANCIAL INSTRUMENTS AND FAIR VALUE

The Foundation’s holdings in stocks and publicly-traded mutual funds consist principally of equity securities and guaranteed income securities carried at their aggregate market value as determined by quoted market prices. Each of the above investments are considered Level 1 inputs given there are quoted active markets with quoted prices and the investments can be liquidated daily.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

3. FINANCIAL INSTRUMENTS AND FAIR VALUE – CONTINUED

Below sets forth tables of assets measured at fair value on a recurring basis as of December 31, 2016 and 2015:

<u>Description</u>	Fair Value Measurement at Reporting Date Using Quoted Prices in Active Market for Identical Assets (Level 1)	Fair Value as of December 31, 2016	Cost as of December 31, 2016
Cash and cash equivalents	\$ 2,941	\$ 2,941	\$ 2,941
Stocks	465	465	395
Investment held in perpetuity carried in publicly-traded mutual funds	299	299	299
Publicly-traded mutual funds	522	522	477
Total	<u>\$ 4,227</u>	<u>\$ 4,227</u>	<u>\$ 4,112</u>
	<u>100%</u>	<u>100%</u>	

<u>Description</u>	Fair Value Measurement at Reporting Date Using Quoted Prices in Active Market for Identical Assets (Level 1)	Fair Value as of December 31, 2015	Cost as of December 31, 2015
Cash and cash equivalents	\$ 2,691	\$ 2,691	\$ 2,691
Stocks	415	415	379
Investment held in perpetuity carried in publicly-traded mutual funds	299	299	299
Publicly-traded mutual funds	445	445	446
Total	<u>\$ 3,850</u>	<u>\$ 3,850</u>	<u>\$ 3,815</u>
	<u>100%</u>	<u>100%</u>	

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

4. INVESTMENTS RETURN PRESENTATION

The following schedule summarizes the investment returns for the years ended December 31, 2016 and 2015:

<u>Years Ended December 31,</u>	<u>2016</u>	<u>2015</u>
Dividend income	\$ 35	\$ 35
Interest income	7	2
Realized gain	10	6
Change in unrealized (loss) gain	<u>72</u>	<u>(93)</u>
	<u>\$ 124</u>	<u>\$ (50)</u>

The Foundation expenses investment management and advisory fees as they are incurred. The Foundation incurred fees of \$9 and \$8 for the years ended December 31, 2016 and 2015, respectively, reporting them as a reduction of investment return in the accompanying statements of revenues, expenses, and changes in net assets.

5. ACCOUNTS RECEIVABLE

At December 31, 2016 and 2015, the Foundation had receivables totaling \$95 and \$41, respectively, of which \$10 and \$0, are from USTA. Receivables are expected to be collected within the next year.

6. SCHOLARSHIPS PAYABLE

The net present value of the scholarships payable was calculated using a discount rate equal to the risk-free interest rate, which is the U.S. Treasury note interest rate in effect at the time the scholarships payable amounts are paid, equal in duration to the length of time that the scholarships are expected to be paid over.

The following represents future payments due:

<u>Year Ending December 31,</u>	
2017	\$ 312
2018	190
2019	<u>96</u>
Total	598
Net present value discount	<u>(6)</u>
Net Present Value	<u>\$ 592</u>

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

7. TEMPORARILY RESTRICTED NET ASSETS

At December 31, 2016 and 2015, temporarily restricted net assets are available for the following purposes:

	<u>2016</u>	<u>2015</u>
College Scholarships	\$ 85	\$ 68
ACE Curriculum	-	239
Military Initiative	35	45
Judy Levering Leadership Initiative	298	263
Program Grants	56	18
Adaptive Tennis	6	4
Fresh Courts	-	400
NJTL Programs	-	19
Tennis Training Scholarships	152	106
Excellence Program	25	-
Other	44	15
	<u>701</u>	<u>1,177</u>
Total	<u>\$ 701</u>	<u>\$ 1,177</u>

At December 31, 2016 and 2015, temporarily restricted net assets were released for the following purposes:

	<u>2016</u>	<u>2015</u>
College Scholarships	\$ 65	\$ 80
ACE Curriculum	239	35
Military Initiative	18	40
Judy Levering Leadership Initiative	8	25
Program Grants	10	28
Adaptive Tennis	-	121
Fresh Courts	400	22
Other	84	-
	<u>824</u>	<u>351</u>
Total	<u>\$ 824</u>	<u>\$ 351</u>

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

8. RESTRICTED NET ASSETS

Below are the changes in restricted donor net assets by type of investment:

	<u>Years Ended December 31, 2016 and 2015</u>		
	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Restricted donor funds at January 1, 2015	\$ 17	\$ 299	\$ 316
Income	15	-	15
Appropriation of temporarily restricted donor assets for expenditures	<u>(15)</u>	<u>-</u>	<u>(15)</u>
Restricted donor funds at December 31, 2015	17	299	316
Income	13	-	13
Appropriation of temporarily restricted donor assets for expenditures	<u>(15)</u>	<u>-</u>	<u>(15)</u>
Restricted donor funds at December 31, 2016	<u>\$ 15</u>	<u>\$ 299</u>	<u>\$ 314</u>

Permanently restricted net assets are restricted in perpetuity. The income is designated for scholarships. In 2005, the Foundation received a pledge of approximately \$299, which was fully funded as of December 31, 2007.

9. RELATED PARTY TRANSACTIONS

The Foundation is affiliated with USTA by virtue of USTA being its sole voting member. As mentioned in Note 2 USTA provides services and the use of certain facilities to the Foundation the value of which is estimated to be \$2,081 and \$1,937 for the years ended December 31, 2016 and 2015, respectively. These contributed services and facilities are reported in the statements of revenues, expenses, and changes in net assets as contributed services revenue and offsetting contributed program services, contributed fundraising services and contributed general and administrative services expenses.

In addition for the years ended December 31 2016 and 2015 USTA provided grants to the Foundation of \$510 and \$511, respectively. These grants are included in grants and contributions in the statements of revenues, expenses, and changes in net assets. The grants were unrestricted as to timing and use.

USTA FOUNDATION INCORPORATED
NOTES TO FINANCIAL STATEMENTS – CONTINUED
(IN THOUSANDS)

10. SUBSEQUENT EVENTS

Pursuant to FASB ASC 855, as amended, “Subsequent Events,” the Foundation has evaluated subsequent events through March 27, 2017, the date these financial statements were available to be issued.