

USTA Foundation Incorporated

Financial Statements **Years Ended December 31, 2019 and 2018**

USTA Foundation Incorporated

Financial Statements
Years Ended December 31, 2019 and 2018

USTA Foundation Incorporated

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Independent Auditor's Report

Board of Directors
USTA Foundation Incorporated
White Plains, New York

We have audited the accompanying financial statements of USTA Foundation Incorporated (the Foundation), which are comprised of the statement of financial position as of December 31, 2019, and the related statement of activities, functional expenses 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 audit. We conducted our audit 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.



Opinion

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, 2019, and the results of its operations and its cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matter

The 2018 financial statements of the Foundation were audited by other auditors, whose report dated March 21, 2019, expressed an unmodified opinion on those audited financial statements.

BDO USA LLP

May 11, 2020

USTA Foundation Incorporated

Statements of Financial Position (dollars in thousands)

<i>December 31,</i>	2019	2018
Assets		
Current		
Cash and cash equivalents	\$ 4,401	\$ 5,574
Investments	3,663	1,173
Contributions and accounts receivable	1,511	1,486
Prepaid expenses	31	3
Total Current Assets	9,606	8,236
Contributions Receivable , less current portion, net of discount	947	1,911
Investments Held for Donor Endowment	338	299
Total Assets	\$ 10,891	\$ 10,446
Liabilities and Net Assets		
Liabilities		
Current Liabilities		
Accounts payable and accrued liabilities	\$ 1,497	\$ 1,508
Deferred income	64	125
Current portion of scholarships payable	260	272
Total Current Liabilities	1,821	1,905
Long-Term Scholarships Payable , net of discount and less current portion	241	242
Total Liabilities	2,062	2,147
Commitments (Notes 5 and 8)		
Net Assets		
Without donor restrictions	7,319	6,321
With donor restrictions	1,510	1,978
Total Net Assets	8,829	8,299
Total Liabilities and Net Assets	\$ 10,891	\$ 10,446

See accompanying notes to financial statements.

USTA Foundation Incorporated

Statements of Activities (dollars in thousands)

<i>Year ended December 31,</i>	2019			2018		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
Revenues						
Contributions						
Special events revenue	\$ 2,285	\$ -	\$ 2,285	\$ 2,792	\$ 50	\$ 2,842
Less: direct cost to donors	(454)	-	(454)	(704)	-	(704)
Total Special Events	1,831	-	1,831	2,088	50	2,138
Grants and contributions	4,879	823	5,702	3,149	702	3,851
Contributed services	3,089	-	3,089	2,394	-	2,394
Net assets released from restrictions (Note 6)	1,345	(1,345)	-	2,029	(2,029)	-
Total Operating Revenues	11,144	(522)	10,622	9,660	(1,277)	8,383
Expenses						
Program services	8,167	-	8,167	7,719	-	7,719
Support services:						
General and administrative	1,126	-	1,126	483	-	483
Fundraising	1,386	-	1,386	1,320	-	1,320
Total Support Services	2,512	-	2,512	1,803	-	1,803
Total Expenses	10,679	-	10,679	9,522	-	9,522
Excess (Deficit) of Operating Revenues Over Operating Expenses	465	(522)	(57)	138	(1,277)	(1,139)
Nonoperating Other Income						
Net investment income	533	54	587	16	(16)	-
Changes in Net Assets	998	(468)	530	154	(1,293)	(1,139)
Net Assets, beginning of year	6,321	1,978	8,299	6,167	3,271	9,438
Net Assets, end of year	\$ 7,319	\$ 1,510	\$ 8,829	\$ 6,321	\$ 1,978	\$ 8,299

See accompanying notes to financial statements.

USTA Foundation Incorporated

**Statements of Functional Expenses
(dollars in thousands)**

Year ended December 31,

	2019					2018				
	Program Services	Supporting Services		Supporting Services Subtotal	Total Expenses	Program Services	Supporting Services		Supporting Services Subtotal	Total Expenses
		General and Administrative	Fundraising				General and Administrative	Fundraising		
Grants and scholarships	\$ 5,316	\$ -	\$ -	\$ -	\$ 5,316	\$ 4,765	\$ -	\$ -	\$ -	\$ 4,765
Travel	443	-	140	140	583	435	-	123	123	558
Contributed services	1,247	921	921	1,842	3,089	1,195	291	908	1,199	2,394
Tickets and pavers	-	-	155	155	155	-	-	155	155	155
Other expenses ⁽¹⁾	1,161	205	170	375	1,536	1,324	192	134	326	1,650
Total Expenses	\$ 8,167	\$ 1,126	\$ 1,386	\$ 2,512	\$ 10,679	\$ 7,719	\$ 483	\$ 1,320	\$ 1,803	\$ 9,522

⁽¹⁾ Other expenses include programmatic costs for travel to/from for hosting a number of events (learning, training, etc.).

In addition, costs associated with a new West Coast project that will have a significant impact on the mission are embedded in these expenses.

See accompanying notes to financial statements.

USTA Foundation Incorporated

Statements of Cash Flows (dollars in thousands)

<i>Year ended December 31,</i>	2019	2018
Cash Flows from Operating Activities		
Changes in net assets	\$ 530	\$ (1,139)
Adjustments to reconcile changes in net assets to net cash provided by (used in) operating activities:		
Gain on sale of securities, net	(114)	(70)
Net change in unrealized (gain) loss on investments	(296)	185
Changes in operating assets and liabilities:		
Decrease (increase) in accounts receivable	7	(423)
(Increase) decrease in prepaid expenses	(28)	12
Decrease in contributions receivable	932	982
Decrease in accounts payable and accrued liabilities	(11)	(482)
(Decrease) increase in deferred income	(61)	75
(Decrease) increase in scholarships payable	(13)	2
Net Cash Provided by (Used in) Operating Activities	946	(858)
Cash Flows from Investing Activities		
Purchase of investments	(3,638)	(287)
Proceeds from sale of investments	1,519	293
Net Cash (Used in) Provided by Investing Activities	(2,119)	6
Net Decrease in Cash and Cash Equivalents	(1,173)	(852)
Cash and Cash Equivalents, beginning of year	5,574	6,426
Cash and Cash Equivalents, end of year	\$ 4,401	\$ 5,574

See accompanying notes to financial statements.

USTA Foundation Incorporated

Notes to Financial Statements (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:

- provide and support educational activities for under-resourced youth who participate in tennis programs
- provide academic and athletic scholarships to under-resourced youth who participate in tennis programs
- support the growth of tennis programs for youth in community programs, educational facilities and public facilities to improve the quality of life, promote good character, responsible citizenship and good health
- support community programs, educational institutions and public facilities to help foster the development and growth of tennis programs for youth, 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.

Basis of Presentation

The accompanying financial statements have been prepared in conformity with accounting principles generally accepted in the United States (US GAAP). Management of the Foundation makes estimates and judgments in preparing financial statements in accordance with such accounting principles. Those estimates and judgments affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported amounts of revenues and expenses. Actual results may vary from the reported results.

2. Summary of Significant Accounting Policies

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 classes of net assets—with donor restrictions and without donor restrictions—be displayed in a statement of financial position, and that the amounts of change in each of those classes of net assets be displayed in a statement of activities.

These classes are defined as follows:

With Donor Restrictions - This class includes 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 donor-restricted net assets are reclassified to net assets without donor restrictions and reported in the statements of activities. Net assets resulting from contributions and other inflows of assets whose use by the Foundation are limited by donor-imposed stipulations that neither expire by passage of time nor can be fulfilled,

USTA Foundation Incorporated

Notes to Financial Statements (in thousands)

or others removed by actions of the Foundation are classified as net assets with donor restrictions—perpetual in nature.

Without Donor Restrictions - This class includes the part of net assets that is not restricted by donor-imposed stipulations.

Measure of Operations

The statements of activities report all changes in net assets, including changes in net assets from operating and non-operating activities. Operating activities consist of those items attributable to the Foundation's ongoing program services. Non-operating activities are limited to resources that generate return from investments and other activities considered to be of a more unusual or nonrecurring nature.

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.

Concentrations of Credit Risk

Financial instruments that potentially subject the Foundation to concentrations of credit risk consist principally of cash and cash equivalents and investments. The Foundation maintains its cash and cash equivalents in various bank accounts that, at times, may exceed federally insured limits.

The Foundation's cash and cash equivalent accounts have been placed with high credit quality financial institutions. The Foundation has not experienced, nor does it anticipate, any losses with respect to such accounts.

Contributions and Accounts Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Discount amortization is included in contribution revenue. Conditional promises to give are not included as support until the conditions are met.

As of December 2019 and 2018, the Foundation's contributions receivable consisted of unconditional promises to give in the amount of \$1,954 and \$3,386, respectively, and receivables from third parties in the amount of \$4 and \$11, respectively.

Investments

Investments in equity and debt securities are measured at fair value based on quoted market prices in the statements of financial position, and changes in fair value are reported as investment return in the statements of activities. Purchases and sales of securities are reflected on a trade-date basis. Gains and losses on sales of securities are based on average cost and are recorded in the statements

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Notes to Financial Statements (in thousands)

of activities in the period in which the securities are sold. Interest is recorded when earned. Dividends are accrued as of the ex-dividend date.

Fair Value Measurements

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The three levels of inputs that may be used to measure fair value are:

Level 1 - Inputs to the valuation methodology are unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.

Level 2 - Inputs to the valuation methodology are other observable inputs, either directly or indirectly, including:

- Quoted prices for similar assets/liabilities in active markets
- Quoted prices for identical or similar assets in non-active markets
- Inputs other than quoted prices that are observable for the asset/liability
- Inputs that are derived principally from or corroborated by other observable market data

Level 3 - Inputs to the valuation methodology are unobservable inputs that cannot be corroborated by observable market data.

The Foundation only has Level 1 inputs.

Contribution Revenue Recognition

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor-restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. 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 purpose restriction is accomplished - net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

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.

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Notes to Financial Statements (in thousands)

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 years ended December 31, 2019 and 2018, the value of these services and facilities, including expenses for National Junior Tennis and Learning (NJTL), totaled \$3,089 and \$2,394, 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 activities as contributed services revenue and offsetting contributed program services, contributed fundraising and contributed general and administrative expenses. This disclosure is based on the requirements for recognition of contributed services as stated under US GAAP. For the years ended December 31, 2019 and 2018, 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, under US GAAP.

Methods Used for Allocation of Expenses

The majority of expenses can generally be directly identified with program activities to which they relate and are identified accordingly. Other expenses have been allocated between program services, fundraising and general and administrative expenses, as determined by management. These expenses include management fees, professional services, and administrative expenses. These expenses are allocated based on the time allocation of staff's salary with 40% allocated to program services, 30% to fundraising and 30% to administrative expenses.

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, 2019 and 2018, 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. The Foundation believes it is no longer subject to income tax examinations for the years prior to 2016.

Recently Adopted Accounting Pronouncement

In June 2018, the FASB issued Accounting Standards Update (ASU) No. 2018-08, "Not-For-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made." The update clarifies and improves current guidance by providing criteria for determining whether the resource provider is receiving commensurate value in return for the resources transferred, which, depending on the outcome, determines whether the Foundation follows contribution guidance or exchange transactions guidance in the revenue recognition and other applicable standards. The update also provides a more robust framework for determining whether a contribution is conditional or unconditional, and for distinguishing a donor-imposed condition from a donor-imposed restriction. The guidance is effective for the Foundation's fiscal year 2019, and the adoption of this update did not have a material impact on the Foundation's financial statements.

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Notes to Financial Statements (in thousands)

3. Investments

The following is a summary of investments:

<i>December 31,</i>		2019		2018
Investments held for operations:				
Stocks	\$	-	\$	604
Mutual funds		3,663		569
Total Investments Available for Operations		3,663		1,173
Investments held for donor endowment:				
Mutual funds		338		299
Total Investments Held for Endowments	\$	338	\$	299

As of December 31, 2019 and 2018, all investments were considered Level 1 investments.

4. Contributions Receivable

Unconditional promises to give are as follows:

<i>December 31,</i>		2019		2018
Due within 1 year	\$	1,007	\$	1,475
Due within 1 to 5 years		1,000		2,000
Total Due		2,007		3,475
Less: discounts to net present value		(53)		(89)
Contributions Receivable	\$	1,954	\$	3,386

Long-term pledge receivable in more than one year totaling \$947 is discounted at 1.84%.

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Notes to Financial Statements (in thousands)

5. 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 US 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:

Year ending December 31,

2020	\$	260
2021		169
2022		78
Total		507
Net present value discount		(6)
Net Present Value	\$	501

6. Net Assets

Net assets with donor restrictions were available for the following purposes:

<i>December 31,</i>	2019	2018
College scholarships	\$ 95	\$ 98
ACE curriculum	36	26
Military initiative	5	17
Capacity Building	204	2
Judy Levering Leadership Initiative	229	303
Program grants	239	332
Tennis training scholarships (Evert)	148	218
Excellence program	154	114
West Coast Facility Project	57	547
Other	5	22
	1,172	1,679

Subject to the Foundation's spending policy and appropriation:

Investments held with donor restrictions, which once appropriated, is expended to support:

Scholarships	39	-
Investments held in perpetuity	299	299
Total Net Assets with Donor Restrictions	\$ 1,510	\$ 1,978

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Notes to Financial Statements (in thousands)

Net assets with donor restrictions were released for the following purposes:

<i>December 31,</i>		2019		2018
College scholarships	\$	75	\$	92
ACE curriculum		26		5
Military initiative		12		6
Judy Levering Leadership Initiative		137		56
Program grants		306		319
Tennis training scholarships (Evert)		70		65
West Coast Project		547		1,054
Fresh courts		-		333
Other		172		99
Total	\$	1,345	\$	2,029

7. Endowments

The endowment consists of funds that were established to support scholarships. As required by US 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.

Management of the Foundation's endowment is governed by law in New York State based on the New York Prudent Management of Institutional Funds Act (NYPMIFA). As a result, amounts are classified in the donor-restricted endowment funds as net assets with donor restrictions because they are subject to time and purpose restrictions that must be met before they can be reclassified to net assets without donor restrictions. The Board of Directors of the Foundation has interpreted the NYPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies as net assets with donor restrictions (a) the original value of gifts designated as donor-restricted, (b) the original value of subsequent gifts designated as donor-restricted, and (c) accumulations to the donor-restricted funds made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the funds. In accordance with NYPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment 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 funds, giving due consideration to the effect that such alternatives may have on the institution, and (8) the Foundation's investment policies.

The donor-restricted 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 donor-restricted asset and may supplement non-restricted funds for specific scholarship grants. There are no net assets without donor restrictions associated with the donor-restricted funds.

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Notes to Financial Statements (in thousands)

Endowment net assets composition by type are as follows:

Year ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds:			
Original donor-restricted gift amount required to be maintained in perpetuity	\$ -	\$ 299	\$ 299
Accumulated investment gains	-	39	39
Amount by which investments are less than net assets balance	-	-	-
Total	\$ -	\$ 338	\$ 338

Year ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Donor-restricted endowment funds:			
Original donor-restricted gift amount required to be maintained in perpetuity	\$ -	\$ 299	\$ 299
Accumulated investment gains	-	-	-
Amount by which investments are less than net assets balance	-	-	-
Total	\$ -	\$ 299	\$ 299

Below are the changes in endowment net assets:

Year ended December 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets, January 1, 2019	\$ -	\$ 299	\$ 299
Net investment income	-	54	54
Contributions	-	-	-
Transfer to remove assets from permanent restriction	-	-	-
Appropriation of endowment assets for expenditures	-	(15)	(15)
Endowment Net Assets, December 31, 2019	\$ -	\$ 338	\$ 338

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Notes to Financial Statements (in thousands)

Year ended December 31, 2018

	Without Donor Restrictions	With Donor Restrictions	Total
Endowment Net Assets , January 1, 2018	\$ -	\$ 352	\$ 352
Net investment income	-	(16)	(16)
Contributions	-	-	-
Transfer to remove assets from permanent restriction	-	(35)	(35)
Appropriation of endowment assets for expenditures	-	(2)	(2)
Endowment Net Assets , December 31, 2018	\$ -	\$ 299	\$ 299

8. 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 \$3,089 and \$2,394 for the years ended December 31, 2019 and 2018, respectively. These contributed services and facilities are reported in the statements of activities as contributed services revenue and offsetting contributed program, contributed fundraising services and contributed general and administrative expenses.

In addition, for the years ended December 31, 2019 and 2018, USTA provided grants to the Foundation of \$410 for each year, respectively. These grants are included in grants and contributions in the statements of activities. The grants were unrestricted as to timing and use.

9. Liquidity

The following represents the Foundation's financial assets:

<i>December 31,</i>	2019	2018
Cash and cash equivalents	\$ 4,401	\$ 5,574
Contributions receivable	1,511	1,486
Investments	4,001	1,472
Total Financial Assets	9,913	8,532
Less: amounts not available to be used within one year:		
Net assets with donor restrictions	1,510	1,978
Less: net assets with purpose restrictions to be met in less than a year	(1,211)	(1,679)
	299	299
Financial Assets Available to Meet General Expenditures Over the Next 12 Months	\$ 9,614	\$ 8,233

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Notes to Financial Statements (in thousands)

The Foundation's goal is to maintain financial assets to meet 90 days of operating expenses (\$1,872) (excluding contributed services) plus the amount of donor-restricted contributions for operating projects, which is (\$1,510) as of year-end, for a total of \$3,537 as of December 31, 2019. As part of the Foundation's liquidity plan, short-term excess cash is invested in money market mutual funds and long-term cash is invested in stocks and mutual funds, as further described in Note 3. The Foundation does not have a line of credit available to help with liquidity management.

10. Subsequent Events

Subsequent to year-end, the World Health Organization declared the strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. The global COVID-19 outbreak triggered significant events and substantial volatility in the global financial markets that have had a significant negative impact on domestic financial markets. As of the date of the report, the Foundation's investment values have experienced a temporary decline. This situation is expected to depress donations during 2020 and may hinder the Foundation's ability to advance its mission. In response to the outbreak, the United States government continues to enact legislation in an attempt to provide economic relief and liquidity to organizations. As the overall uncertainty of the duration of the effects of COVID-19 and the direct effect of the legislative actions on the Foundation remain unclear, the Foundation is continuing to evaluate these impacts on its investment portfolio and operating activities.

The Foundation has evaluated subsequent events through May 11, 2020, the date these financial statements were available to be issued. No modifications of the financial statements were necessary as a result of the subsequent events evaluation.