

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT

STEPSTONE, INC.

*June 30, 2017 and 2016*

## CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	3
FINANCIAL STATEMENTS	
STATEMENTS OF FINANCIAL POSITION	5
STATEMENTS OF ACTIVITIES	6
STATEMENTS OF CASH FLOWS	7
STATEMENTS OF FUNCTIONAL EXPENSES	8
NOTES TO FINANCIAL STATEMENTS	9



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## Independent Auditors' Report

Board of Directors  
StepStone, Inc.

We have audited the accompanying financial statements of StepStone, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2017 and 2016, and the related statements of activities, cash flows and functional expenses 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.

### **Auditors' 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 auditors' 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.

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#### Other Locations

Belleville, IL • Carbondale, IL • Columbia, IL • Harrisburg, IL • Litchfield, IL • Cape Girardeau, MO • St. Louis, MO • Milwaukee, WI

## Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of StepStone, Inc. as of June 30, 2017 and 2016, 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.

*Heber, Eck & Braeckel LLP*

Springfield, Illinois  
November 16, 2017

StepStone, Inc.

STATEMENTS OF FINANCIAL POSITION

June 30

	<u>2017</u>	<u>2016</u>
ASSETS		
Cash	\$ 366,367	\$ 587,053
Deposit with related party	51,035	46,228
Receivables		
Related party	74,689	-
Other	66,818	44,450
Managing member loan receivable	150,000	-
Property and equipment, net	<u>256,113</u>	<u>198,512</u>
 Total assets	 <u>\$ 965,022</u>	 <u>\$ 876,243</u>

LIABILITIES AND NET ASSETS

Accounts payable		
Related party	\$ -	\$ 38,086
Other	14,873	8,461
Accrued liabilities	38,395	34,643
Notes payable	<u>-</u>	<u>61,604</u>
 Total liabilities	 53,268	 142,794
 Net assets		
Unrestricted		
Undesignated	463,882	260,369
Designated	295,230	130,974
Temporarily restricted	<u>152,642</u>	<u>342,106</u>
 Total net assets	 <u>911,754</u>	 <u>733,449</u>
 Total liabilities and net assets	 <u>\$ 965,022</u>	 <u>\$ 876,243</u>

The accompanying notes are an integral part of these statements.

StepStone, Inc.

STATEMENTS OF ACTIVITIES

Year ended June 30

	2017			2016		
	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Support and revenue						
Contributions	\$ 67,022	\$ 47,160	\$ 114,182	\$ 44,363	\$ 107,282	\$ 151,645
Contributed services from related party	10,287	-	10,287	6,804	-	6,804
Contributions from related party	60,000	-	60,000	60,000	150,000	210,000
In-kind contribution	9,000	-	9,000	-	-	-
Grants	-	635,442	635,442	-	546,059	546,059
Developer fee	62,775	-	62,775	34,875	-	34,875
Rental and other income	15,676	-	15,676	21,912	-	21,912
(Gain) loss on disposal of property	102,135	-	102,135	(14,488)	-	(14,488)
Net assets released from restrictions	872,066	(872,066)	-	551,751	(551,751)	-
<b>Total support and revenue</b>	<b>1,198,961</b>	<b>(189,464)</b>	<b>1,009,497</b>	<b>705,217</b>	<b>251,590</b>	<b>956,807</b>
Expenses						
Program services	638,752	-	638,752	526,141	-	526,141
Management and general	143,927	-	143,927	123,109	-	123,109
Fundraising	53,428	-	53,428	66,211	-	66,211
<b>Total expenses</b>	<b>836,107</b>	<b>-</b>	<b>836,107</b>	<b>715,461</b>	<b>-</b>	<b>715,461</b>
Excess of revenue over expense (expense over revenue)	362,854	(189,464)	173,390	(10,244)	251,590	241,346
Investment income						
Interest income	4,915	-	4,915	4,477	-	4,477
Change in net assets	367,769	(189,464)	178,305	(5,767)	251,590	245,823
Net assets at beginning of year	391,343	342,106	733,449	397,110	90,516	487,626
Net assets at end of year	\$ 759,112	\$ 152,642	\$ 911,754	\$ 391,343	\$ 342,106	\$ 733,449

The accompanying notes are an integral part of these statements.

StepStone, Inc.

STATEMENTS OF CASH FLOWS

Year ended June 30

	<u>2017</u>	<u>2016</u>
Cash flows from operating activities		
Change in net assets	\$ 178,305	\$ 245,823
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	53,701	31,373
(Gain) loss on disposal of property	(102,135)	14,488
In-kind vehicle contribution	(9,000)	-
Change in assets and liabilities		
(Increase) decrease in deposit with related party	(4,807)	166,381
Increase in related-party receivables	(74,689)	-
Increase in other receivables	(22,368)	(11,444)
Decrease in related-party payable	(38,086)	(40,932)
Increase (decrease) in other payable	6,412	(388)
Increase in accrued liabilities	3,752	4,952
	<hr/>	<hr/>
Net cash provided by (used in) operating activities	(8,915)	410,253
Cash flows from investing activities		
Issuance of managing member loan	(150,000)	-
Proceeds from disposal of property	108,103	45,099
Purchases of property and equipment	(108,270)	(19,782)
	<hr/>	<hr/>
Net cash provided by (used in) investing activities	(150,167)	25,317
Cash flows from financing activities		
Principal payments on notes payable	(61,604)	(3,324)
	<hr/>	<hr/>
Net increase (decrease) in cash	(220,686)	432,246
Cash at beginning of year	587,053	154,807
	<hr/>	<hr/>
Cash at end of year	\$ 366,367	\$ 587,053
	<hr/>	<hr/>
Interest paid	\$ 1,807	\$ 1,603
	<hr/>	<hr/>

The accompanying notes are an integral part of these statements.

StepStone, Inc.

STATEMENTS OF FUNCTIONAL EXPENSES

Year ended June 30

	2017				2016			
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Salaries	\$ 347,159	\$ 77,414	\$ 34,696	\$ 459,269	\$ 299,955	\$ 71,720	\$ 36,801	\$ 408,476
Employee benefits	108,125	25,520	11,186	144,831	93,671	22,849	11,360	127,880
Consulting fees	3,325	15,848	-	19,173	-	13,278	-	13,278
Depreciation	43,300	10,401	-	53,701	27,975	3,398	-	31,373
In-kind service	3,483	6,000	804	10,287	-	6,000	804	6,804
Insurance	3,598	750	-	4,348	2,669	750	-	3,419
Utilities	13,401	875	431	14,707	7,993	385	266	8,644
Interest	1,652	155	-	1,807	1,603	-	-	1,603
Maintenance	23,840	-	-	23,840	19,257	-	-	19,257
Telephone	7,758	724	325	8,807	4,232	353	182	4,767
Services	35,484	-	-	35,484	17,182	-	-	17,182
Supplies and other	16,211	4,432	5,195	25,838	7,826	3,119	14,528	25,473
Education	27,042	608	10	27,660	25,075	57	10	25,142
Travel	2,456	-	-	2,456	8,680	-	-	8,680
Rent	1,668	1,200	-	2,868	9,996	1,200	-	11,196
Membership dues	250	-	-	250	-	-	-	-
Special events	-	-	674	674	27	-	2,166	2,193
Donor relationship	-	-	107	107	-	-	94	94
	<u>\$ 638,752</u>	<u>\$ 143,927</u>	<u>\$ 53,428</u>	<u>\$ 836,107</u>	<u>\$ 526,141</u>	<u>\$ 123,109</u>	<u>\$ 66,211</u>	<u>\$ 715,461</u>

The accompanying notes are an integral part of these statements.



StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS

June 30, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

1. *Organization*

StepStone, Inc. (StepStone) was established in December 1995 to provide transitional housing and ongoing support for survivors of domestic violence. The StepStone mission is to help victims reestablish themselves so they are able to live and function independently. StepStone serves persons in the greater Wichita, Kansas area. Congregation of the Sisters of St. Joseph Ministries, Inc. (CSJM) is the sole member of StepStone, Inc.

2. *Financial Statement Presentation*

StepStone is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Donor-imposed restrictions that expire with the passage of time or can be removed by meeting certain requirements result in temporarily restricted net assets. Temporarily restricted net assets at June 30, 2017 and 2016, represent funds held with donor-imposed restrictions.

Permanently restricted net assets result from donor-imposed restrictions that limit the use of net assets in perpetuity. There were no permanently restricted net assets at June 30, 2017 and 2016.

3. *Receivables*

StepStone considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts is considered necessary. If amounts become uncollectible, they will be charged to operations when that determination is made.

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

4. *Property and Equipment*

Property and equipment are stated at cost less accumulated depreciation. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, on a straight-line basis. All items exceeding \$ 500 are capitalized.

The estimated lives used in determining depreciation are:

	<u>Years</u>
Buildings and improvements	10 - 20
Furniture and equipment	7
Vehicle	5

5. *Contributions*

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions.

6. *Program Services*

The StepStone Transitional Housing program provides services for women in crisis. Clients and their children can live in furnished apartments for up to two years. The goal of the program is to assist them in achieving self-reliance. Clients are required to work or be enrolled in school. Rent is based on 30 percent of the client's income. Additional program services include: counseling, job development, case management, group meetings, social skills and financial literacy.

7. *Expense Allocation*

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

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE A - SUMMARY OF ACCOUNTING POLICIES - Continued

8. *Income Taxes*

StepStone is a nonprofit corporation under Section 501(c)(3) of the Internal Revenue Code and, as such, is exempt from income taxes under Section 501(a) of the Code.

StepStone has recognized in the financial statements the effects of all tax positions and continually evaluates expiring statutes of limitations, audits, changes in tax law, and new authoritative rulings. StepStone is not aware of any circumstances or events that make it reasonably possible that unrecognized tax benefits may increase or decrease within 12 months of the statement of financial position date. Penalties and interest assessed by taxing authorities are included in expenses, if applicable. There were no interest or penalties paid during the year ended June 30, 2017 and 2016.

9. *Use of Estimates*

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Although these estimates are based on management's knowledge of current events and actions it may undertake in the future, they may ultimately differ from actual results.

10. *Subsequent Events*

Management has evaluated subsequent events for recognition and disclosure in the financial statements through November 16, 2017, which is the date the financial statements were available to be issued. Through November 16, 2017, no subsequent events required recognition or disclosure in the financial statements.

NOTE B - CONCENTRATION OF CREDIT RISK

Cash is maintained at a financial institution in Wichita, Kansas. Accounts at the institution are insured up to \$ 250,000 by the Federal Deposit Insurance Corporation. From time to time, account balances may exceed the insured limits. StepStone has not experienced any losses in such accounts.

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE C - MANAGING MEMBER LOAN RECEIVABLE

StepStone became a managing member of Bluffview Place, LLC in November 2015, which provides transitional housing for families of low income, with an emphasis on women in StepStone's domestic violence program. StepStone loaned \$ 150,000 to Bluffview Place, LLC, upon completion of construction of the apartment complex, which is considered to be a Managing Member Loan. The Managing Member Loan bears interest at 4% per annum, is to be paid from available cash flow and net proceeds, and carries a 16-year term. The Managing Member Loan was remitted from StepStone to Bluffview Place, LLC in July 2016.

NOTE D - PROPERTY AND EQUIPMENT

The following is a summary of property and equipment at June 30:

	<u>2017</u>	<u>2016</u>
Buildings and improvements	\$ 433,813	\$ 529,761
Furniture and equipment	181,101	62,632
Vehicle	<u>9,000</u>	<u>-</u>
	623,914	592,393
Less accumulated depreciation	<u>367,801</u>	<u>409,041</u>
	256,113	183,352
Construction in progress	<u>-</u>	<u>15,160</u>
	<u>\$ 256,113</u>	<u>\$ 198,512</u>

Depreciation expense charged to operations during the years ended June 30, 2017 and 2016, was \$ 53,701 and \$ 31,373, respectively.

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE E - NOTES PAYABLE

Notes payable consist of the following at June 30:

	<u>2017</u>	<u>2016</u>
Note payable to a bank, requiring monthly payments of \$ 407 including interest at a variable rate of 2.51% with the final payment due June 2031, collateralized by mortgages on buildings	\$ _____ -	\$ <u>61,604</u>

StepStone made the final payment on this note payable on June 30, 2017.

NOTE F - MULTI-EMPLOYER DEFINED BENEFIT PENSION PLAN

During the year ended June 30, 2016, individuals performing services for StepStone were employees of the Congregation of the Sisters of St. Joseph, Inc. (COSJ). In June 2016, the employees were transferred and became employees of StepStone. COSJ and StepStone participate in the Christian Brothers Employee Retirement Plan, a multi-employer defined benefit pension plan which covers substantially all of the COSJ and StepStone's employees.

Expenses for the plan were \$ 24,558 and \$ 23,886 for the years ended June 30, 2017 and 2016, respectively. COSJ and StepStone's contributions to the plan do not represent more than 5% of total contributions received by the plan.

The risks of participating in a multi-employer plan are different from single-employer plans in the following aspects:

- Assets contributed to the multi-employer plan by one employer may be used to provide benefits to employees of other participating employers.
- If a participating employer stops contributing to the plan, the unfunded obligations of the plan may be borne by the remaining participating employers.
- If StepStone chooses to stop participating in the plan, StepStone may be required to pay the plan an amount based on the underfunded status of the plan, referred to as the withdrawal liability.

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE F - MULTI-EMPLOYER DEFINED BENEFIT PENSION PLAN - Continued

The plan is not required to file Form 5500; therefore certain information is not required to be made available publicly. If COSJ or StepStone withdraws its participation in the plan, COSJ and StepStone are not subject to a withdrawal liability under the current terms of the plan. In addition, to the extent that the plan is underfunded, COSJ and StepStone's future contributions to the plan may increase to cover retirement benefits of employees of other organizations participating in the plan. The following information is based on the financial statements of the plan as of the plan year ended June 30:

	<u>2016</u>	<u>2015</u>
Total plan assets	\$ 1,289,092,792	\$ 1,341,145,067
Actuarial present value of accumulated plan benefits	1,707,623,867	1,677,828,378
Total contributions received by the plan	66,559,038	189,595,983
Indicated level of funding	75%	80%

Financial statements of the plan for the year ended June 30, 2017 were not available as of the date of this report.

NOTE G - RELATED-PARTY TRANSACTIONS

StepStone received contributed services provided by the members of COSJ totaling \$ 9,483 and \$ 6,000, for the years ended June 30, 2017 and 2016, respectively. StepStone had a balance payable of \$ 37,243 to COSJ for amounts owed for payroll and allocated services at June 30, 2016. No such amount was payable at June 30, 2017.

StepStone has monies deposited with Dear Neighbor Ministries totaling \$ 51,035 and \$ 46,228 at June 30, 2017 and 2016, respectively. As of June 30, 2017, Dear Neighbor owed StepStone \$ 75,452 for payroll allocated services. No amount was owed to StepStone at June 30, 2016, for such services. StepStone had a remaining net payable balance of \$ 763 and \$ 660 to Dear Neighbor Ministries for use of Dear Neighbor's office space and postage at June 30, 2017 and 2016, respectively. Additionally, contributed rent provided by Dear Neighbor Ministries totaled \$ 804 for the years ended June 30, 2017 and 2016.

For the year ended June 30, 2017, CSJM contributed \$ 60,000 to StepStone to be used for general operations. For the year ended June 30, 2016, CSJM contributed \$ 210,000, of which, \$ 150,000 was designated to be used for the development of the affordable housing project known as Bluffview Place, and \$ 60,000 to be used for general operations. Additionally, StepStone had a balance payable of \$ 183 to CSJM for amounts owed for vehicle fuel charges at June 30, 2016. No amount was payable to CSJM at June 30, 2017.

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE H - DESIGNATED NET ASSETS

Unrestricted net assets are designated by the board for the following purposes at June 30:

	<u>2017</u>	<u>2016</u>
Designated endowment	\$ 52,021	\$ 47,215
Program specific expenses	883	1,000
Bluffview Place	<u>242,326</u>	<u>82,759</u>
	<u>\$ 295,230</u>	<u>\$ 130,974</u>

NOTE I - TEMPORARILY RESTRICTED NET ASSETS

Net assets are temporarily restricted for the following purposes at June 30:

	<u>2017</u>	<u>2016</u>
Future operations	\$ 108,192	\$ 319,676
Client education	33,663	18,384
Counseling and play therapy	162	800
Nest egg	1,400	1,400
Various client needs	<u>9,225</u>	<u>1,846</u>
	<u>\$ 152,642</u>	<u>\$ 342,106</u>

NOTE J - NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from restrictions during the fiscal years ending June 30, 2017 and 2016 by incurring expenses satisfying the restricted purposes specified by donors or by the actual payment of pledges receivable. Those purpose and time restrictions satisfied are as follows:

	<u>2017</u>	<u>2016</u>
Future operations	\$ 542,554	\$ 299,000
Client education	14,641	21,930
Counseling and play therapy	25,639	26,061
Various client needs	<u>289,232</u>	<u>204,760</u>
	<u>\$ 872,066</u>	<u>\$ 551,751</u>

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE K - ENDOWMENTS

StepStone's endowment includes funds designated by the Board. As of June 30, 2017 and 2016, there were no contributions restricted by donors for an endowment. As required by accounting principles generally accepted in the United States of America (GAAP), net assets associated with endowments are classified and reported based on the existence or absence of donor-imposed restrictions.

StepStone's Board of Directors has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, StepStone classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

In accordance with UPMIFA, StepStone considers the following factors in making a determination to appropriate or accumulate appreciation of donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of StepStone and the donor-restricted endowment fund
- (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 StepStone
- (7) The investment policies of StepStone

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or UPMIFA requires StepStone to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature are reported in temporarily restricted net assets to the extent of accumulated earnings that have not been released. Any deficiencies in excess of past earnings are reported in unrestricted net assets.



StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE K - ENDOWMENTS - Continued

Return Objectives and Risk Parameters

StepStone has adopted investment and spending policies that enable them to meet the following objectives:

- (1) Preserve capital and its purchasing power
- (2) Increase principal in value to provide the necessary base for the generation of income for current and future needs

Strategies Employed for Achieving Objectives

To satisfy its return objectives, StepStone holds funds in accounts that provide a reasonable rate of return based on market conditions.

Spending Policy and How the Investment Objectives Relate to the Spending Policy

Only the income from endowment funds may be spent to satisfy restrictions. The principal and all contributions to the endowments must remain intact in perpetuity. The above investment objectives are intended to ensure earnings on these funds.

Endowment Net Asset Composition by Type of Fund  
as of June 30, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Board-designated endowment funds	\$ 52,021	\$ -	\$ -	\$ 52,021

Endowment Net Asset Composition by Type of Fund  
as of June 30, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Board-designated endowment funds	\$ 47,215	\$ -	\$ -	\$ 47,215

StepStone, Inc.

NOTES TO FINANCIAL STATEMENTS - CONTINUED

June 30, 2017 and 2016

NOTE K - ENDOWMENTS - Continued

Changes in Endowment Net Assets  
for the year ended June 30, 2017

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>	<u>Total</u>
Beginning of year	\$ 47,215	\$ -	\$ -	\$ 47,215
Investment gain, net	3,646	-	-	3,646
Interest and dividends	<u>1,160</u>	<u>-</u>	<u>-</u>	<u>1,160</u>
End of year	<u>\$ 52,021</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,021</u>

Changes in Endowment Net Assets  
for the year ended June 30, 2016

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>	<u>Total</u>
Beginning of year	\$ 46,786	\$ -	\$ -	\$ 46,786
Transfer to endowment fund	986	-	-	986
Investment loss, net	(1,507)	-	-	(1,507)
Interest and dividends	<u>950</u>	<u>-</u>	<u>-</u>	<u>950</u>
End of year	<u>\$ 47,215</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 47,215</u>