



**FIELDS & FUTURES FOUNDATION, INC.**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2016 and 2015**

**WITH**

**INDEPENDENT AUDITOR'S REPORT**

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Fields & Futures Foundation, Inc.

### Report on the Financial Statements

We have audited the accompanying financial statements of Fields & Futures Foundation, Inc. (the Foundation), which comprise the statements of financial position as of December 31, 2016, and 2015, and the related statements 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

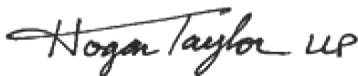
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 reasonable 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, 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.



Oklahoma City, Oklahoma  
October 5, 2017

**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENTS OF FINANCIAL POSITION**

**December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<b>Assets</b>		
Cash	\$ 324,027	\$ 732,071
Pledges receivable, net	1,315,401	1,226,678
Investments	964,498	979,420
Beneficial interest in assets held by community foundations	<u>172,741</u>	<u>122,678</u>
Total assets	<u>\$ 2,776,667</u>	<u>\$ 3,060,847</u>
<b>Liabilities and Net Assets</b>		
Liabilities:		
Accounts payable	\$ 662,112	\$ 379,918
Net assets:		
Unrestricted	(297,543)	232,753
Temporarily restricted	2,239,357	2,325,498
Permanently restricted	<u>172,741</u>	<u>122,678</u>
Total net assets	<u>2,114,555</u>	<u>2,680,929</u>
Total liabilities and net assets	<u>\$ 2,776,667</u>	<u>\$ 3,060,847</u>

**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENT OF ACTIVITIES**

**Year ended December 31, 2016**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>Revenues, Gains and Other Support</b>				
Contributions	\$ 401,806	\$ 1,118,503	\$ -	\$ 1,520,309
Special event income, net of related benefits to donors of \$137,322	282,341	-	-	282,341
Other	2,220	-	-	2,220
Interest and dividend income	2,444	20,469	-	22,913
Net unrealized/realized gain (loss) on investments	(4,515)	14,531	8,599	18,615
Donor redesignation of net assets	-	(41,464)	41,464	-
Net assets released from restriction	1,198,180	(1,198,180)	-	-
Total revenues, gains and other support	<u>1,882,476</u>	<u>(86,141)</u>	<u>50,063</u>	<u>1,846,398</u>
<b>Expenses</b>				
Program services	2,091,308	-	-	2,091,308
Supporting services:				
Management and general	87,047	-	-	87,047
Fundraising	234,417	-	-	234,417
Total expenses	<u>2,412,772</u>	<u>-</u>	<u>-</u>	<u>2,412,772</u>
Change in net assets	(530,296)	(86,141)	50,063	(566,374)
Net assets, beginning of year	<u>232,753</u>	<u>2,325,498</u>	<u>122,678</u>	<u>2,680,929</u>
Net assets, end of year	<u>\$ (297,543)</u>	<u>\$ 2,239,357</u>	<u>\$ 172,741</u>	<u>\$ 2,114,555</u>

**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENT OF ACTIVITIES**

**Year ended December 31, 2015**

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
<b>Revenues, Gains and Other Support</b>				
Contributions	\$ 390,445	\$ 288,695	\$ 105,000	\$ 784,140
Special event income, net of related benefits to donors of \$140,707	157,833	-	-	157,833
Other	14,084	-	-	14,084
Interest and dividend income	679	28,832	-	29,511
Net unrealized/realized loss on investments	-	(40,346)	(1,906)	(42,252)
Net assets released from restriction	894,866	(894,450)	(416)	-
<b>Total revenues, gains and other support</b>	<b>1,457,907</b>	<b>(617,269)</b>	<b>102,678</b>	<b>943,316</b>
<b>Expenses</b>				
Program services	1,438,155	-	-	1,438,155
Supporting services:				
Management and general	265,655	-	-	265,655
Fundraising	189,869	-	-	189,869
<b>Total expenses</b>	<b>1,893,679</b>	<b>-</b>	<b>-</b>	<b>1,893,679</b>
<b>Change in net assets</b>	<b>(435,772)</b>	<b>(617,269)</b>	<b>102,678</b>	<b>(950,363)</b>
Net assets, beginning of year	668,525	2,942,767	20,000	3,631,292
<b>Net assets, end of year</b>	<b>\$ 232,753</b>	<b>\$ 2,325,498</b>	<b>\$ 122,678</b>	<b>\$ 2,680,929</b>

**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES**

**Year ended December 31, 2016**

	Program Services			Supporting Services			
	Build	Empower	Inspire	Total	Management and General	Fundraising	Total
Materials and services:							
Athletic field construction	\$ 1,919,177	\$ -	\$ -	\$ 1,919,177	\$ -	\$ -	\$ 1,919,177
Athletic field maintenance	12,298	-	-	12,298	-	-	12,298
Campus landscaping	4,692	-	-	4,692	-	-	4,692
District banquets and clinics	-	20,382	-	20,382	-	-	20,382
Coaching clinics	-	4,951	-	4,951	-	-	4,951
Other	-	7,102	13,997	21,099	-	-	21,099
	1,936,167	32,435	13,997	1,982,599	-	-	1,982,599
Contracted services	-	18,154	9,077	27,231	8,319	138,178	173,728
Salaries	6,441	35,884	22,502	64,827	50,467	45,929	161,223
Printed materials	-	1,096	1,229	2,325	1,243	29,017	32,585
Office expenses	-	260	130	390	7,693	9,469	17,552
Awards	-	8,753	2,038	10,791	-	3,123	13,914
Insurance	30	165	103	298	1,511	3,565	5,374
Professional services	86	477	299	862	17,382	610	18,854
Bad debt	-	-	-	-	-	4,000	4,000
Travel	-	1,173	812	1,985	-	-	1,985
Postage and shipping	-	-	-	-	432	526	958
	\$ 1,942,724	\$ 98,397	\$ 50,187	\$ 2,091,308	\$ 87,047	\$ 234,417	\$ 2,412,772

**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES**

**Year ended December 31, 2015**

	Program Services			Supporting Services			
	Build	Empower	Inspire	Total	Management and General	Fundraising	Total
Materials and services:							
Athletic field construction	\$ 1,096,451	\$ -	\$ -	\$ 1,096,451	\$ -	\$ -	\$ 1,096,451
Athletic field maintenance	54,915	-	-	54,915	-	-	54,915
Campus landscaping	57,299	-	-	57,299	-	-	57,299
District banquets and clinics	-	25,236	-	25,236	-	-	25,236
Champion event pass program	-	-	26,413	26,413	-	-	26,413
Youth little league support	-	-	15,671	15,671	-	-	15,671
Coaching clinics	-	6,775	-	6,775	-	-	6,775
Other	-	4,988	26,807	31,795	-	-	31,795
	1,208,665	36,999	68,891	1,314,555	-	-	1,314,555
Contracted services	3,150	22,370	17,859	43,379	41,000	79,132	163,511
Salaries	1,817	33,539	19,432	54,788	27,234	7,492	89,514
Printed materials	-	1,075	9,740	10,815	492	90,053	101,360
Office expenses	-	385	192	577	8,420	3,015	12,012
Awards	-	6,447	3,538	9,985	-	-	9,985
Insurance	11	198	114	323	944	5,522	6,789
Professional services	37	682	395	1,114	7,413	152	8,679
Travel	-	1,557	1,062	2,619	-	-	2,619
Postage and shipping	-	-	-	-	152	1,503	1,655
	1,213,680	103,252	121,223	1,438,155	85,655	186,869	1,710,679
Provision for uncollectible accounts	-	-	-	-	180,000	3,000	183,000
	<u>\$ 1,213,680</u>	<u>\$ 103,252</u>	<u>\$ 121,223</u>	<u>\$ 1,438,155</u>	<u>\$ 265,655</u>	<u>\$ 189,869</u>	<u>\$ 1,893,679</u>

See notes to financial statements.



**FIELDS & FUTURES FOUNDATION, INC.**

**STATEMENTS OF CASH FLOWS**

**Years ended December 31, 2016 and 2015**

	<u>2016</u>	<u>2015</u>
<b>Cash Flows from Operating Activities</b>		
Change in net assets	\$ (566,374)	\$ (950,363)
Adjustments to reconcile the change in net assets to net cash used in operating activities:		
Provision for uncollectible accounts	-	183,000
Net unrealized/realized (gains) losses on investments	(18,615)	42,252
Contribution restricted for beneficial interest in assets held by community foundations	-	(105,000)
Changes in operating assets and liabilities:		
Pledges receivable	(88,723)	572,496
Accounts payable	282,194	242,056
	<u>(391,518)</u>	<u>(15,559)</u>
<b>Cash Flows from Investing Activities</b>		
Proceeds from sales and maturities of investments	287,887	411,318
Purchases of investments	(262,949)	(1,431,084)
Net increase in beneficial interest in assets held by community foundations	(41,464)	(104,584)
	<u>(16,526)</u>	<u>(1,124,350)</u>
<b>Cash Flows from Financing Activities</b>		
Contribution for beneficial interest in assets held by community foundations	-	105,000
	<u>-</u>	<u>105,000</u>
Net cash provided by financing activities	-	105,000
Net decrease in cash	(408,044)	(1,034,909)
Cash, beginning of year	732,071	1,766,980
Cash, end of year	<u>\$ 324,027</u>	<u>\$ 732,071</u>
<b>Supplemental Data for Noncash Investing Activities</b>		
Contribution of stock, at fair value	<u>\$ 152,200</u>	<u>\$ 406,944</u>

# FIELDS & FUTURES FOUNDATION, INC.

## NOTES TO FINANCIAL STATEMENTS

December 31, 2016 and 2015

### Note 1 – Nature of Operations

#### Organization

Fields & Futures Foundation, Inc. (the Foundation) is an Oklahoma not-for-profit corporation established in December 2013, which was formed to serve Oklahoma City Public Schools athletics in their mission to grow student participation in sports by rebuilding athletic fields, providing improved resources and professional development for the district's coaches, and creating new opportunities for students to join a team and benefit from that experience. The following are the major programs of the Foundation:

*Build* – Efforts to construct or renovate athletic fields within Oklahoma City Public Schools at secondary school campuses. At a minimum, all projects involve the installation of new irrigation systems, fencing, sod, dugouts and public seating. Further, the Foundation assumes responsibility to provide complete and comprehensive annual field maintenance services to all sports facilities completed by the Foundation into perpetuity.

*Empower* – Efforts to provide resources, training and encouragement to the coaches within Oklahoma City Public Schools. Programs include coaching clinics, district awards banquets, professional development workshops, and coordinated volunteer efforts to assist coaches in fundraising and implementing district initiatives.

*Inspire* – Efforts to connect resources and volunteers to campuses to help inspire and motivate students to participate in extracurricular activities. The Foundation's core programs aim to remove barriers students may face, including: costs of sports physicals, transportation, hunger, safe playing equipment, and appropriate apparel. Efforts extend beyond campuses to also educate parents of students and families in surrounding neighborhoods about the benefits of playing interscholastic sports, exercising and participating in campus events and activities.

### Note 2 – Summary of Significant Accounting Policies

#### Basis of accounting

The financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

#### Net assets

The focus of these financial statements is to present balances and transactions according to the existence or absence of donor-imposed restrictions.

Net assets of the Foundation and changes therein are classified and reported as follows:

*Unrestricted net assets* – Net assets that are not subject to donor-imposed stipulations.

*Temporarily restricted net assets* – Net assets subject to donor-imposed stipulations that may or will be met by either actions of the Foundation and/or passage of time.

*Permanently restricted net assets* – Net assets that have been restricted by donors to be maintained by the Foundation in perpetuity.

Revenues are reported as increases in unrestricted net assets unless their use is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments are reported as increases and decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law.

When a donor restriction expires (that is, when a stipulated time restriction ends or a purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

### Investments

The Foundation's investments include mutual funds and U.S. government and agency securities, which are reported at fair value based upon quoted market prices or dealer quotes. Realized and unrealized gains (losses) are reported in the statement of activities. Donated investment instruments are initially recorded at estimated fair value at the date of the donation.

### Contribution revenue

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Contributions of assets other than cash are recorded at their estimated fair value at the date of the gift. All contributions are available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

Certain vendors involved in the Foundation's programs contribute materials and services directly to Oklahoma City Public Schools. Because the vendor specifically designates the beneficiary of their contributions, these contributions do not meet the criteria for recognition in the Foundation's financial statements.

### Pledges receivable

Pledges receivable with payments due in future periods are recorded as increases in temporarily or permanently restricted assets at their fair values, which are estimated at net realizable value if payments are due in one year or less or at the present value of future cash flows, computed using a risk-adjusted rate, if payments are to be received after one year. Management closely monitors outstanding pledge receivable balances throughout the year and provides an allowance for uncollectible accounts when collection becomes doubtful. Uncollectible pledges are written off against the allowance when all reasonable collection efforts have been exhausted. Pledges receivable at December 31, 2015, were reduced by an allowance for uncollectible accounts of \$180,000. There was not an allowance for pledge receivables at December 31, 2016.

### Functional allocation of expenses

Costs of providing the Foundation's various programs and supporting services have been summarized on a functional basis in the statements of activities. Expenses that can be identified with a specific program or supporting service are charged directly to the program or supporting service. Expenses which apply to more than one functional category have been allocated based upon estimates made by management.

### Income taxes

No provision for income taxes has been made in the accompanying financial statements because the Foundation is exempt from federal taxes on income related to its exempt purpose under the provisions of Internal Revenue Code Section 501(c)(3).

### Use of estimates

In preparing financial statements in conformity with accounting principles generally accepted in the United States of America, management is required to make estimates and assumptions in determining the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

### Concentration of credit risk

The Foundation maintains cash in bank accounts which typically exceeds federally insured amounts. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

Financial instruments which potentially subject the Foundation to credit risk consist of unconditional promises to give and investments. Credit risk for all of the Foundation's promises to give is concentrated because the majority of the balances are receivable from individuals and entities located within the same geographic region.

At December 31, 2016, approximately 87% of pledges receivable were due from four donors. At December 31, 2015, approximately 64% of pledges receivable were from two donors.

The Foundation's investments consist of various mutual funds and U.S. government and agency securities. Investments held are exposed to various risks, such as interest rate, market, and credit risk. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investments held will occur in the near term and that such change could materially affect the investment account balances and the amounts reported in the statements of financial position and the statements of activities.

### New accounting pronouncements

In August 2016, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*. ASU 2016-14 simplifies and improves how a not-for-profit entity classifies its net assets, as well as the information it presents in financial statements and notes about its liquidity, financial performance and cash flows. ASU 2016-14 must be adopted on a retrospective basis and early adoption is permitted. ASU 2016-14 will be effective for the Foundation beginning with its year ending December 31, 2018. The Foundation is currently evaluating the effects adoption of this guidance will have on its financial statements.

### Reclassifications

Certain prior year amounts have been reclassified to conform to the current year's financial statement presentation. These reclassifications had no effect on the previously reported change in net assets.

### Subsequent events

Management has evaluated subsequent events through October 5, 2017, the date the financial statements were available to be issued.

### Note 3 – Pledges Receivable

Pledges receivable are as follows at December 31:

	2016	2015
Pledges receivable expected to be collected in:		
Less than one year	\$ 841,999	\$ 616,939
One to five years	485,000	810,000
Total pledges receivable	1,326,999	1,426,939
Less allowance for uncollectible pledges	-	(180,000)
Less discount to present value	(11,598)	(20,261)
Net pledges receivable	<u>\$ 1,315,401</u>	<u>\$ 1,226,678</u>

Pledges expected to be received in more than one year are discounted at 1.93% for 2016, and 1.75% for 2015. Substantially all pledges are restricted for use in a future period or for a specific program of the Foundation.

### Note 4 – Beneficial Interests in Assets Held by Community Foundations

The Foundation is the beneficiary of certain endowment funds held at the Oklahoma City Community Foundation (OCCF) and The Communities Foundation of Oklahoma (TCFO). OCCF and TCFO are not-for-profit entities that provide for endowment transfer contributions to be pooled to maximize return on investments for the benefit of area not-for-profit organizations. Transfers to the endowment funds are permitted by not-for-profit entities, as well as contributions by individual donors in the community who designate the beneficiary of their contributions. OCCF and TCFO maintain variance power and legal ownership over all assets transferred and contributed. Earnings on these endowed funds are distributed annually in accordance with the terms of the endowment and spending policies of each foundation.

During the years ended December 31, 2016 and 2015, the Foundation transferred approximately \$41,000 and \$105,000, respectively, to endowment funds held at OCCF and TCFO, naming itself as the specified beneficiary of the funds. The fair value of transfers to OCCF and TCFO at December 31, 2016 and 2015, including reinvested earnings, net of distributions, are reflected in the statements of financial position as beneficial interest in assets held by community foundations.

The fair value of endowed funds held by OCCF and TCFO at December 31, 2016, for the benefit of the Foundation that were contributed directly to OCCF and TCFO by donors, was \$14,796 and \$21,580, respectively. The fair value of endowed funds held by OCCF and TCFO at December 31, 2015, for the benefit of the Foundation that were contributed directly to OCCF and TCFO by donors, was \$14,570 and \$5,448, respectively. These endowed funds are not reflected in the Foundation's accompanying statements of financial position.

### Note 5 – Fair Value Measurements

The Financial Accounting Standards Board Accounting Standards Codification established a consistent framework for measuring fair value and fair value hierarchy based on the observability of inputs used to measure fair value.

These inputs are summarized in the three broad levels listed below:

- Level 1 Quoted prices in active markets for identical assets or liabilities.
- Level 2 Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.
- Level 3 Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

During the years ended December 31, 2016 and 2015, there were no transfers of financial instruments between Level 1 and Level 2 or transfers into or out of Level 3. Following is a description of the valuation methodologies used for assets measured at fair value:

*Mutual funds* – valued at quoted market prices for identical assets and are classified within Level 1.

*U.S. government and agency securities* – valued using quoted prices in active markets for identical assets when available. Where quoted market prices are not available, then fair values are estimated by using pricing models, quoted prices of investments with similar characteristics, or discounted cash flows. Inputs used include broker/dealer quotes and other data which are obtained from independent pricing services. These investments are classified within Level 2.

*Beneficial interest in assets held by community foundations* – measured at fair value using Level 2 inputs. Since OCCF and TCFO maintain variance power for the beneficial interests held, there is no potential market for the beneficial interests or similar assets. Consequently, the valuation is determined by aggregating the valuation of the underlying investments of the beneficial interest. The underlying investments include cash equivalents, corporate obligations, equity securities and other investments. The fair values of the underlying investments are based on quoted prices from active and inactive markets.

The following table sets forth by level within the fair value hierarchy, the Foundation's assets measured at fair value on a recurring basis:

	Year ended December 31, 2016			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 388,535	\$ -	\$ -	\$ 388,535
U.S. government and agency securities	-	575,963	-	575,963
Total investments	388,535	575,963	-	964,498
Beneficial interest in assets held by community foundations	-	172,741	-	172,741
	\$ 388,535	\$ 748,704	\$ -	\$ 1,137,239

	Year ended December 31, 2015			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 362,735	\$ -	\$ -	\$ 362,735
U.S. government and agency securities	-	616,685	-	616,685
Total investments	362,735	616,685	-	979,420
Beneficial interest in assets held by community foundations	-	122,678	-	122,678
	<u>\$ 362,735</u>	<u>\$ 739,363</u>	<u>\$ -</u>	<u>\$ 1,102,098</u>

### Note 6 – Restricted Net Assets

Temporarily restricted net assets are available for the following purposes at December 31:

	2016	2015
Athletic field maintenance*	\$ 851,142	\$ 972,576
Administrative overhead	461,500	771,703
Field Construction	300,000	-
Time restricted pledges	195,260	56,084
Middle school programs or construction	150,000	200,000
Champion event pass program	-	21,885
Northwest Classen High School athletic complex	132,500	140,000
Northwest Classen High School tennis courts	85,000	75,000
Track and field programs	24,955	-
Roosevelt Middle School athletic complex	-	62,500
Special event sponsorships	17,500	2,500
Oklahoma City Public Schools spring awards banquet	10,000	10,000
Other program support	9,000	7,500
Oklahoma City Public Schools coaching clinics	1,500	5,750
Gifts for endowment	1,000	-
	<u>\$ 2,239,357</u>	<u>\$ 2,325,498</u>

\* Contribution restricted for field maintenance and minor repairs at completed athletic complexes, or to be transferred to permanent endowments held by community foundations for the benefit of the Foundation.

Permanently restricted net assets of \$172,741 and \$122,678, respectively, as of December 31, 2016 and 2015, consist of funds held at OCCF and TCFO to support athletic field maintenance and general operations.

### Note 7 – Related Party Transactions

The Foundation receives various pledges and contributions from related parties, which include transactions with a board member and family members of a board member, as well as an entity partially owned by a board member. As of and for the years ended December 31, 2016 and 2015, pledges receivable included \$645,000 and \$800,000, respectively, from these related parties. Contributions include approximately \$218,000 and \$160,000, respectively, from these related parties.

The Deputy Director has an ownership interest in a company that provided advertising services to the Foundation. Payments to this company were approximately \$77,000 and \$127,000 for the years ended December 31, 2016 and 2015, respectively.

**Note 8 – Subsequent Pledges Received**

In June 2017, the Foundation received a \$1,500,000 matching pledge from a corporate donor. According to the terms of the pledge, the Foundation is eligible to collect up to \$500,000 each year for three consecutive years, conditional upon the Foundation collecting matching funds of \$500,000 for each of the three years. Through August 2017, the Foundation has collected \$500,000 toward its 2017 annual matching requirement, and \$110,486 toward its 2018 annual match requirement.

In May 2017, the Foundation received an unrestricted gift for \$350,135 from a related party.