

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

FINANCIAL STATEMENTS

YEAR ENDED MAY 31, 2016

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

FINANCIAL STATEMENTS

YEAR ENDED MAY 31, 2016

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INDEPENDENT ACCOUNTANT'S REVIEW REPORT

Board of Directors
Assistance League® of Capistrano Valley
San Juan Capistrano, California

I have reviewed the accompanying financial statements of the Assistance League® of Capistrano Valley (a nonprofit corporation), which comprise the statement of financial position as of May 31, 2016, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, I do not express such an opinion.

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.

Accountant's Responsibility

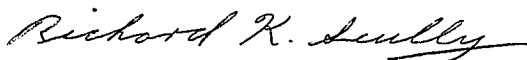
My responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. I believe that the results of my procedures provide a reasonable basis for my conclusion.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

The prior year summarized comparative information has been derived from the Organization's May 31, 2015 financial statements, and in my review report dated December 1, 2015, I was not aware of any material modifications that should be made to those financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.



Richard K. Scully, CPA
December 23, 2016

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY
STATEMENT OF FINANCIAL POSITION
MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

	<u>TOTAL</u> <u>MAY 31, 2016</u>	<u>TOTAL</u> <u>MAY 31, 2015</u>
<u>ASSETS:</u>		
Current assets:		
Cash and cash equivalents (Note 2)	\$ 260,446	\$ 290,076
Receivables	10,621	1,266
Prepaid expenses	5,366	17,523
Inventory (Note 3)	<u>51,232</u>	<u>54,551</u>
Total Current assets	<u>327,665</u>	<u>363,416</u>
Net Land, Buildings, Property & Equipment (Note 4)	<u>182,877</u>	<u>185,541</u>
 TOTAL ASSETS	 <u>\$ 510,542</u>	 <u>\$ 548,957</u>
 <u>LIABILITIES AND NET ASSETS:</u>		
Current liabilities:		
Sales and payroll taxes payable	\$ 4,944	\$ 4,477
Accrued expenses	2,736	13,428
Deferred revenue	<u>48,950</u>	<u>14,470</u>
Total liabilities (all current)	<u>56,630</u>	<u>32,375</u>
Net Assets (Note 7):		
Unrestricted	453,912	516,582
Temporarily restricted	<u>-</u>	<u>-</u>
Total Net Assets	<u>453,912</u>	<u>516,582</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 510,542</u>	 <u>\$ 548,957</u>

See accompanying notes and independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>TOTAL MAY 31, 2016</u>	<u>TOTAL MAY 31, 2015</u>
<u>SUPPORT AND REVENUES:</u>				
Fundraising:				
Thrift shop revenue				
Contributed merchandise	\$ 212,378	\$ -	\$ 212,378	\$ 212,647
Sale of donated merchandise	212,850	-	212,850	216,014
Less: Value of merchandise sold	<u>(212,850)</u>	<u>-</u>	<u>(212,850)</u>	<u>(216,014)</u>
Net revenue from thrift shop	212,378	-	212,378	212,647
Special Events - income	-49,543	-	49,543	51,290
Special Events - direct benefit to attendees	<u>(19,864)</u>	<u>-</u>	<u>(19,864)</u>	<u>(23,441)</u>
Net Special Events	29,679	-	29,679	27,849
Contributions	13,487	7,400	20,887	78,317
Membership	15,959	-	15,959	31,595
Rental	-	-	-	300
Other	-	-	-	983
Interest	49	-	49	74
Support And Revenues	<u>271,552</u>	<u>7,400</u>	<u>278,952</u>	<u>351,765</u>
NET ASSETS RELEASED FROM RESTRICTIONS (Note 6)	<u>7,400</u>	<u>(7,400)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>278,952</u>	<u>-</u>	<u>278,952</u>	<u>351,765</u>
<u>EXPENSES:</u>				
Program Services:				
Links to Learning	34,332	-	34,332	36,439
Hands on Literacy	3,007	-	3,007	2,317
Operation School Bell	80,011	-	80,011	86,859
Kids on the Block	-	-	-	809
Other Programs	742	-	742	2,090
Holiday Baskets, Etc	2,863	-	2,863	2,701
Hug-a-Bears	865	-	865	927
Marine Families	46,604	-	46,604	42,044
Donations/Grants	20,078	-	20,078	29,128
Trauma Togs	1,463	-	1,463	1,033
Total Programs Services Expenses	<u>189,965</u>	<u>-</u>	<u>189,965</u>	<u>204,347</u>
SUPPORTING SERVICES:				
Fundraising:				
Thrift Shop	71,870	-	71,870	76,969
Membership Development	58,998	-	58,998	27,838
Management & General	<u>20,789</u>	<u>-</u>	<u>20,789</u>	<u>18,605</u>
Total Supporting Services Expenses	<u>151,657</u>	<u>-</u>	<u>151,657</u>	<u>123,412</u>
Total Programs and Supporting Expenses	<u>341,622</u>	<u>-</u>	<u>341,622</u>	<u>327,759</u>
TOTAL CHANGE IN NET ASSETS	(62,670)	-	(62,670)	24,006
NET ASSETS AT BEGINNING OF YEAR	<u>516,582</u>	<u>-</u>	<u>516,582</u>	<u>492,576</u>
NET ASSETS AT END OF YEAR	<u>\$ 453,912</u>	<u>\$ -</u>	<u>\$ 453,912</u>	<u>\$ 516,582</u>

See accompanying notes and independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY, INC.
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

Program Service

	Links to <u>Learning</u>	Hands on <u>Literacy</u>	Operation School <u>Bell</u>	Other <u>Programs</u>	Holiday Baskets <u>Misc</u>	<u>Hug a Bear</u>	Marine <u>Families</u>
Payroll & Related Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Program Supplies	-	-	76,428	-	-	-	45,276
Other Prgm Svces Costs	-	3,007	1,609	742	2,863	865	1,328
Occupancy:							
Supplies/Misc	-	-	-	-	-	-	-
Repairs & Maintenance	-	-	-	-	-	-	-
Insurance	-	-	358	-	-	-	-
Property Taxes	-	-	-	-	-	-	-
Rent	-	-	1,616	-	-	-	-
Utilities	-	-	-	-	-	-	-
Depreciation	-	-	-	-	-	-	-
Box Rentals	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-
Hauling and Delivery	-	-	-	-	-	-	-
Advertising	-	-	-	-	-	-	-
Assisteens Recognition	-	-	-	-	-	-	-
Worker's Compensation	-	-	-	-	-	-	-
NAL Dues	-	-	-	-	-	-	-
NAL Convention & Meetings	-	-	-	-	-	-	-
Postage and Printing	-	-	-	-	-	-	-
Public Relations	-	-	-	-	-	-	-
Rosters/Yearbook	-	-	-	-	-	-	-
Member relations	-	-	-	-	-	-	-
President's Fund	-	-	-	-	-	-	-
Social Activities	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-
Education Development Awards	34,332	-	-	-	-	-	-
Other donations	-	-	-	-	-	-	-
Bank Charges	-	-	-	-	-	-	-
Professional Services	-	-	-	-	-	-	-
Website Development	-	-	-	-	-	-	-
Hospitality/Courtesy	-	-	-	-	-	-	-
Circle	-	-	-	-	-	-	-
Value of Merchandise Sold	-	-	-	-	-	-	-
Total Expenses	\$ 34,332	\$ 3,007	\$ 80,011	\$ 742	\$ 2,863	\$ 865	\$ 46,604
Less: expenses included with revenue	-	-	-	-	-	-	-
Total Expenses	\$ 34,332	\$ 3,007	\$ 80,011	\$ 742	\$ 2,863	\$ 865	\$ 46,604

See accompanying notes and independent accountant's review report.

Supporting Services

Donations/ Grants	Trauma Togs	Total Program Services	Thrift Shop	Membership Development	Management and General	Total Supporting Services	For The Year Ended May 31,	
							2016	2015
\$ -	\$ -	\$ -	\$ 41,892	\$ -	\$ -	\$ 41,892	\$ 41,892	\$ 49,600
-	-	121,704	-	-	-	-	121,704	121,210
-	1,463	11,877	-	-	-	-	11,877	15,544
-	-	-	3,347	-	2,522	5,869	5,869	9,551
-	-	-	4,150	-	-	4,150	4,150	2,639
-	-	358	2,954	-	1,164	4,118	4,476	4,530
-	-	-	3,083	-	-	3,083	3,083	2,986
-	-	1,616	-	-	796	796	2,412	1,755
-	-	-	8,112	-	-	8,112	8,112	6,672
-	-	-	4,095	-	-	4,095	4,095	3,289
-	-	-	-	-	66	66	66	-
-	-	-	-	-	-	-	-	263
-	-	-	1,889	-	-	1,889	1,889	1,803
-	-	-	-	-	5,441	5,441	5,441	3,391
-	-	-	684	-	-	684	684	111
-	-	-	1,664	-	-	1,664	1,664	1,658
-	-	-	-	9,930	-	9,930	9,930	8,920
-	-	-	-	5,412	54	5,466	5,466	11,949
-	-	-	-	-	267	267	267	403
-	-	-	-	-	-	-	-	1,015
-	-	-	-	-	889	889	889	876
-	-	-	-	1,943	-	1,943	1,943	1,416
-	-	-	-	-	-	-	-	767
-	-	-	-	40,338	-	40,338	40,338	1,960
-	-	-	-	-	1,000	1,000	1,000	1,262
20,028	-	54,360	-	-	-	-	54,360	65,567
50	-	50	-	-	-	-	50	-
-	-	-	-	-	5,161	5,161	5,161	5,985
-	-	-	-	-	3,100	3,100	3,100	900
-	-	-	-	720	-	720	720	841
-	-	-	-	655	329	984	984	396
-	-	-	-	-	-	-	-	500
-	-	-	212,850	-	-	212,850	212,850	216,014
<u>\$ 20,078</u>	<u>\$ 1,463</u>	<u>\$ 189,965</u>	<u>\$ 284,720</u>	<u>\$ 58,998</u>	<u>\$ 20,789</u>	<u>\$ 364,507</u>	<u>\$ 554,472</u>	<u>\$ 543,773</u>
-	-	-	(212,850)	-	-	(212,850)	(212,850)	(216,014)
<u>\$ 20,078</u>	<u>\$ 1,463</u>	<u>\$ 189,965</u>	<u>\$ 71,870</u>	<u>\$ 58,998</u>	<u>\$ 20,789</u>	<u>\$ 151,657</u>	<u>\$ 341,622</u>	<u>\$ 327,759</u>

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY
STATEMENT OF CASH FLOWS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR 2015)

	YEAR ENDED MAY 31,	
	2016	2015
<u>OPERATING ACTIVITIES:</u>		
Change in net assets	\$ (62,670)	\$ 24,006
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,095	3,289
Changes in operating assets and liabilities:		
(Increase) decrease in:		
Receivables	(9,355)	-
Prepaid expenses	12,157	(9,307)
Inventory	3,319	11,969
Increase (decrease) in accounts payable and other		
Sales and payroll taxes payable	467	975
Accounts payable and accrued expenses	(10,692)	(23,466)
Deferred revenue	34,880	(19,360)
Net cash provided by operating activities	(27,799)	(11,894)
<u>INVESTING ACTIVITIES:</u>		
Purchase of equip. & bldg. Improvements	(1,431)	(10,895)
Net cash used in investing activities	(1,431)	(10,895)
<u>FINANCING ACTIVITIES:</u>		
	-	-
Net increase (decrease) in cash and cash equivalents	(29,230)	(22,789)
Cash and cash equivalents at beginning of year	290,076	312,865
Cash and cash equivalents at end of year	\$ 260,846	\$ 290,076

See accompanying notes and independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Assistance League of Capistrano Valley, Inc. is a nonprofit corporation and is a chartered chapter of National Assistance League. The accompanying financial statements include the activities of the Assistance League of Capistrano Valley and its auxiliaries, Assisteens and Las Felices (collectively, the Chapter). The Chapter provides the following programs:

- * Operation School Bell provides new clothing and shoes to elementary school students in the Capistrano Unified School District.
- * Links to Learning funds various middle school programs.
- * Miscellaneous other program services.

The Chapter's support and revenues come primarily from contributions and other fundraising efforts including special events and operation of a thrift shop.

Basis of Accounting

The financial statements of the Chapter have been prepared on the accrual basis of accounting and accordingly reflect all significant receivables, payables and other liabilities.

Basis of Presentation

The financial statement presentation follows the recommendations of the Financial Accounting Standards Board in its Accounting Standards Codification (FASB ASC 958), Financial Statements of Not-for-profit Organizations. Under (FASB ASC 958-205), the Chapter is required to report information regarding its financial position and activities in three classes of net assets, unrestricted net assets, temporarily restricted net assets and permanently restricted net assets. The Chapter does not have any permanently restricted net assets at May 31, 2016.

Comparative Financial Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Chapter's financial statements for the year ended May 31, 2015, from which the summarized information was derived.

See independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements

The Chapter follows FASB ASC 820-10, which establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820-10 are described as follows:

Level 1 – Inputs to the valuation methodology are quoted prices (unadjusted) for identical assets or liabilities in the active markets.

Level 2 – Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets, and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.

Level 3 – Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The Chapter did not have any investments during the year or at year end. Accordingly, within the fair value hierarchy, the Chapter's investments at fair value as of May 31, 2016 in each of the three levels was \$ -0-.

Cash and Cash Equivalents

Cash and cash equivalents include cash held in checking and money market accounts and certificates of deposit with original maturities of less than 90 days.

Inventory

Used clothing and household items are donated by Chapter members and others for resale by a thrift shop operated by the Chapter. The value of these donated items is reflected as revenue at the time of sale.

The value of the thrift shop inventory held for sale at year-end is determined by a physical count and is reflected as non-cash donations at its thrift shop fair market value.

See independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Property and Equipment

Property and equipment exceeding \$1,000 and estimated useful life of 3 years are stated at cost or at the fair value of the date of donation in the case of donated assets. The Chapter provides for depreciation of property and equipment by use of the straight-line and double declining balance methods over the estimated useful lives as follows:

Buildings	15 years
Furniture and Equipment	5 to 7 years
Improvements	39 years

Contributions of long-lived assets, or of cash or other assets that must be used to acquire long-lived assets, are reported as increases in temporarily restricted net assets. Restrictions are considered met, and an appropriate amount reclassified to unrestricted net assets, over the useful life of the long-lived assets as determined by the Chapter's depreciation policy.

Financial Instruments

All of the Chapter's financial instruments, none of which are held for trading purposes, are cash and cash equivalents. The Chapter does not hold any investments. The Chapter estimates that the fair value of all financial instruments at May 31, 2016 does not differ materially from the aggregate carrying values of the financial instruments recorded in accompanying Statement of Financial Position.

Deferred Revenue

Membership dues and program service fees collected prior to the fiscal year to which they apply are deferred and recognized over the periods to which the dues and fees relate.

Promises to Give

Unconditional promises to give are recognized as contributions in the period the promise is made and are recorded at net realizable value if they are expected to be paid within one year and at net present value if they are expected to be paid in more than one year. Conditional promises to give are recognized when the conditions on which they depend are substantially met.

See independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted and Unrestricted Support and Revenue

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Contributions received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a donor restriction expires, that is, when a stipulated time restriction ends or 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.

Donated Services

A Significant portion of the Chapter's program service, fundraising and administrative functions are conducted by unpaid volunteers. The value of this contributed time is not reflected in the accompanying financial statements since the services do not require specialized skills. During the year ended May 31, 2016, these volunteers donated approximately 24,386 hours with an estimated value of \$ 573,071. This value was computed using an estimated hourly rate of \$ 23.50, based upon the average hourly earnings of nonagricultural workers for the time period as determined by the U.S. Department of Labor's Bureau of Labor Statistics, plus 12% for estimated fringe benefits.

Tax Status

The Chapter is exempt from federal income taxes under Section 501 (c) (3) of the Internal Revenue Code. In addition, the Chapter qualifies for the charitable contribution deduction under Section 170 (b) (1) (a) and has been classified as an organization that is not a private foundation under Section 509 (a) (2). The Chapter is also exempt from state income taxes under Section 23701 (d) of the Revenue and Taxation Code of the State of California.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

See independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Allocation of Expenses

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

Subsequent Events

Subsequent events have been evaluated by management through December 23, 2016, which is the date the financial statements were available to be issued.

NOTE 2 - CASH AND CASH EQUIVALENTS

Cash and cash equivalents at May 31, 2016 consist of the following:

		<u>2016</u>
Petty cash	\$	100
Checking accounts:		
Wells Fargo (chapter)		43,492
Bank of America (chapter)		5,413
California Bank & Trust (Assisteens)		71,959
California Bank & Trust (Las Felices)		10,631
Money market accounts:		
Bank of America (chapter)		120,376
Wells Fargo (chapter)		<u>8,475</u>
Total Cash and Cash Equivalents		<u>\$ 260,446</u>

As of May 31, 2016, cash and cash equivalents are \$ -0- restricted and \$ 260,446 unrestricted. Cash and cash equivalents are maintained at high-quality financial institutions and accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. At May 31, 2016, all of the balances were fully insured.

See independent accountant's review report.

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 3 – INVENTORY

Inventories at May 31, 2016 consisted of the following:

Used clothing and household items held for resale at thrift shop	\$ 38,079
New clothing and shoes for use in the Marine Families Program	<u>13,153</u>
Total inventories	<u>\$ 51,232</u>

NOTE 4 – PROPERTY AND EQUIPMENT

Property and equipment consist of the following at May 31, 2015:

	<u>2013</u>
Land	\$107,630
Building	182,413
Furniture and Equipment	<u>15,542</u>
	305,585
Less accumulated depreciation	<u>(122,708)</u>
TOTAL PROPERTY AND EQUIPMENT	<u>\$182,877</u>

Depreciation expense was \$3,289 for May 31, 2016.

NOTE 5 – FUNDRAISING ACTIVITIES

The Chapter holds several fundraising activities throughout the year. Income and expense for major fund-raisers in 2016 consisted of:

	<u>Revenues</u>	<u>Cost of Direct Benefits to Attendees</u>	<u>Other Event Costs</u>	<u>Net</u>
Special events:				
Home Tour	\$ 24,712	\$ 7,427	\$ -0-	\$ 17,285
Other Special Events	5,822	-0-	-0-	5,822
See's Candy - Assisteens	<u>19,009</u>	<u>12,437</u>	<u>-0-</u>	<u>6,572</u>
	<u>\$ 49,543</u>	<u>\$ 19,864</u>	<u>\$ -0-</u>	<u>\$ 29,679</u>

See independent accountant's review report

ASSISTANCE LEAGUE® OF CAPISTRANO VALLEY

NOTES TO FINANCIAL STATEMENTS

MAY 31, 2016

NOTE 6 – TEMPORARILY RESTRICTED ASSETS

Temporarily restricted net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by the donors.

Purpose restrictions fulfilled:	
Operation School Bell	\$ 4,680
OSB Marine Fund	425
Inspire Scholarship	1,295
Point of Sale System	<u>1,000</u>
Total released from restrictions	<u>\$ 7,400</u>

As of May 31, 2016, there were no net assets that were temporarily restricted due to purpose or time restrictions.

NOTE 7 – NET ASSETS

At May 31, 2016, net assets were restricted by donors or designated by the chapter as follows:

Unrestricted net assets:	
Designated for future operating needs	\$ 264,976
Undesignated	<u>188,936</u>
Total unrestricted net assets	<u>\$ 453,912</u>
Temporarily restricted net assets:	
Total temporarily restricted net assets	<u>\$ -0-</u>
Permanently restricted net assets:	
Total permanently restricted net assets	<u>\$ -0-</u>
Total net assets	<u>\$ 516,582</u>

See independent accountant's review report.