

Camp For All Foundation

Financial Statements
and Independent Auditors' Report
for the years ended December 31, 2011 and 2010

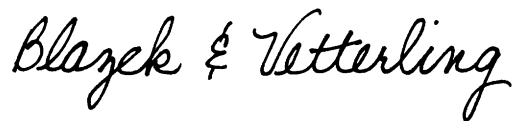
Independent Auditors' Report

To the Board of Directors of
Camp For All Foundation:

We have audited the accompanying statements of financial position of Camp For All Foundation as of December 31, 2011 and 2010 and the related statements of activities, of cash flows, and of functional expenses for the years then ended. These financial statements are the responsibility of the management of Camp For All Foundation. 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 our audits to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Camp For All Foundation as of December 31, 2011 and 2010 and the changes in its net assets and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.



July 24, 2012

Camp For All Foundation

Statements of Financial Position as of December 31, 2011 and 2010

	<u>2011</u>	<u>2010</u>
ASSETS		
Cash	\$ 574,069	\$ 561,395
Pledges receivable, net (<i>Note 2</i>)	104,560	113,307
Other assets	51,455	53,994
Cash restricted for capital additions	1,992,769	572,142
Pledges restricted for capital additions, net (<i>Note 2</i>)	1,489,498	1,048,723
Investments (<i>Notes 3 and 4</i>)	2,165,402	2,213,873
Property, net (<i>Note 5</i>)	<u>9,601,412</u>	<u>8,712,414</u>
TOTAL ASSETS	<u>\$ 15,979,165</u>	<u>\$ 13,275,848</u>
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	\$ 110,480	\$ 49,252
Construction payables	117,380	110,564
Deferred revenue	<u>175,145</u>	<u>122,275</u>
Total liabilities	<u>403,005</u>	<u>282,091</u>
Net assets:		
Unrestricted (<i>Note 7</i>)	10,238,176	9,638,834
Temporarily restricted (<i>Note 8</i>)	4,024,590	2,041,529
Permanently restricted (<i>Note 9</i>)	<u>1,313,394</u>	<u>1,313,394</u>
Total net assets	<u>15,576,160</u>	<u>12,993,757</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 15,979,165</u>	<u>\$ 13,275,848</u>

See accompanying notes to financial statements.

Camp For All Foundation

Statement of Activities for year ended December 31, 2011

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
REVENUE:				
Program service fees	\$ 1,187,682			\$ 1,187,682
Contributions	935,981	\$ 3,248,186		4,184,167
Special events	879,542			879,542
Direct donor benefit costs	(129,750)			(129,750)
Investment return (<i>Note 3</i>)	(17,932)	(30,305)		(48,237)
Camp store sales and other	<u>32,267</u>	<u> </u>		<u>32,267</u>
Total revenue	2,887,790	3,217,881		6,105,671
Net assets released from restrictions:				
Capital expenditures	1,224,129	(1,224,129)		
Expiration of time restrictions	3,639	(3,639)		
Program expenditures	<u>7,052</u>	<u>(7,052)</u>		<u> </u>
Total	<u>4,122,610</u>	<u>1,983,061</u>		<u>6,105,671</u>
EXPENSES:				
Program services – camp operations	2,656,875			2,656,875
Management and general	274,284			274,284
Fundraising	<u>592,109</u>			<u>592,109</u>
Total expenses	<u>3,523,268</u>			<u>3,523,268</u>
CHANGES IN NET ASSETS	599,342	1,983,061		2,582,403
Net assets, beginning of year	<u>9,638,834</u>	<u>2,041,529</u>	<u>\$ 1,313,394</u>	<u>12,993,757</u>
Net assets, end of year	<u>\$ 10,238,176</u>	<u>\$ 4,024,590</u>	<u>\$ 1,313,394</u>	<u>\$ 15,576,160</u>

See accompanying notes to financial statements.

Camp For All Foundation

Statement of Activities for year ended December 31, 2010

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
REVENUE:				
Program service fees	\$ 1,186,112			\$ 1,186,112
Contributions	749,344	\$ 1,900,174		2,649,518
Special events	813,758			813,758
Direct donor benefit costs	(124,032)			(124,032)
Investment return <i>(Note 3)</i>	62,525	49,212		111,737
Camp store sales and other	<u>23,908</u>	<u> </u>		<u>23,908</u>
Total revenue	2,711,615	1,949,386		4,661,001
Net assets released from restrictions:				
Capital expenditures	133,383	(133,383)		
Expiration of time restrictions	91,895	(91,895)		
Program expenditures	<u>32,764</u>	<u>(32,764)</u>		<u> </u>
Total	<u>2,969,657</u>	<u>1,691,344</u>		<u>4,661,001</u>
EXPENSES:				
Program services – camp operations	2,597,436			2,597,436
Management and general	230,592			230,592
Fundraising	<u>671,911</u>			<u>671,911</u>
Total expenses	<u>3,499,939</u>			<u>3,499,939</u>
CHANGES IN NET ASSETS	(530,282)	1,691,344		1,161,062
Net assets, beginning of year	<u>10,169,116</u>	<u>350,185</u>	<u>\$ 1,313,394</u>	<u>11,832,695</u>
Net assets, end of year	<u>\$ 9,638,834</u>	<u>\$ 2,041,529</u>	<u>\$ 1,313,394</u>	<u>\$ 12,993,757</u>

See accompanying notes to financial statements.

Camp For All Foundation

Statement of Functional Expenses for the year ended December 31, 2011

	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Salaries and contract labor	\$ 1,092,298	\$ 112,483	\$ 267,247	\$ 1,472,028
Payroll taxes and benefits	<u>294,599</u>	<u>29,501</u>	<u>36,982</u>	<u>361,082</u>
Total salaries and related expenses	1,386,897	141,984	304,229	1,833,110
Depreciation	440,044			440,044
Food	216,601			216,601
Utilities	185,094			185,094
Supplies	157,995	6,223	1,269	165,487
Meetings and events	13,494	8,149	86,993	108,636
Equipment repair, rent, and purchase	83,513	8,229		91,742
Professional fees	338	68,189	16,682	85,209
Insurance	71,884	2,582		74,466
Buildings and grounds maintenance	47,514	1,000	999	49,513
Dues and fees	14,708	5,110	25,717	45,535
Printing and reproduction	2,304	3,684	30,233	36,221
Facility rental	5,514	12,560	12,560	30,634
Travel	9,102	7,858	3,620	20,580
Postage and delivery	1,015	1,086	16,954	19,055
Telephone	9,525	2,992	2,992	15,509
Awards and prizes	5,757	4,638	1,161	11,556
Training	5,463		358	5,821
Bad debt	<u>113</u>			<u>113</u>
Subtotal	<u>2,656,875</u>	<u>274,284</u>	<u>503,767</u>	<u>3,434,926</u>
Capital campaign:				
Professional fees			79,964	79,964
Dues and fees			3,255	3,255
Printing and reproduction			1,130	1,130
Other			<u>3,993</u>	<u>3,993</u>
Subtotal			<u>88,342</u>	<u>88,342</u>
Total expenses	<u>\$ 2,656,875</u>	<u>\$ 274,284</u>	<u>\$ 592,109</u>	3,523,268
Direct donor benefit costs – special events				<u>129,750</u>
Total				<u>\$ 3,653,018</u>

See accompanying notes to financial statements.

Camp For All Foundation

Statement of Functional Expenses for the year ended December 31, 2010

	PROGRAM SERVICES	MANAGEMENT AND GENERAL	FUNDRAISING	TOTAL
Salaries and contract labor	\$ 1,061,731	\$ 95,132	\$ 252,811	\$ 1,409,674
Payroll taxes and benefits	<u>280,038</u>	<u>25,269</u>	<u>47,226</u>	<u>352,533</u>
Total salaries and related expenses	1,341,769	120,401	300,037	1,762,207
Depreciation	364,186			364,186
Food	234,413			234,413
Utilities	189,908			189,908
Supplies	168,957	6,975	29,233	205,165
Meetings and events	13,326	6,494	49,314	69,134
Equipment repair, rent, and purchase	84,057	3,821	3,821	91,699
Professional fees	24,685	15,016	70,346	110,047
Insurance	70,272	1,483		71,755
Buildings and grounds maintenance	52,344	2,058	2,058	56,460
Dues and fees	10,306	23,467	13,172	46,945
Printing and reproduction	3,462	8,930	71,137	83,529
Facility rental	5,500	12,250	12,250	30,000
Travel	9,040	8,858	4,268	22,166
Postage and delivery	2,087	1,481	23,132	26,700
Telephone	10,334	2,432	2,432	15,198
Awards and prizes	6,307	5,511	2,395	14,213
Training	5,107	315	737	6,159
Bad debt	<u>1,376</u>	<u>11,100</u>		<u>12,476</u>
Subtotal	<u>2,597,436</u>	<u>230,592</u>	<u>584,332</u>	<u>3,412,360</u>
Capital campaign:				
Professional fees			78,795	78,795
Dues and fees			1,734	1,734
Printing and reproduction			6,179	6,179
Other			<u>871</u>	<u>871</u>
Subtotal			<u>87,579</u>	<u>87,579</u>
Total expenses	<u>\$ 2,597,436</u>	<u>\$ 230,592</u>	<u>\$ 671,911</u>	3,499,939
Direct donor benefit costs – special events				<u>124,032</u>
Total				<u>\$ 3,623,971</u>

See accompanying notes to financial statements.

Camp For All Foundation

Notes to Financial Statements for the years ended December 31, 2011 and 2010

NOTE 1 – ORGANIZATION AND SIGNIFICANT ACCOUNTING POLICIES

Organization – Camp For All Foundation (the Foundation) was incorporated in 1993 under the Texas Non-Profit Corporation Act. Its purpose is to provide a camp facility designed for chronically ill or disabled children and adults. The barrier-free facility features paved walkways to assist wheelchair travel, specialized equipment to enable maximum participation in water sports, horseback riding and other physical activities, as well as a medical facility for campers requiring medication.

The Foundation collaborates with 56 other non-profits primarily from the greater Houston area but also throughout Texas and some camps draw campers nationally. The Foundation operates throughout the year and in 2011 provided services for more than 7,000 children and adults including those with cancer, muscular dystrophy, visual challenges, spinal cord injuries, spinal bifida, sickle cell, severe burns, HIV, epilepsy, and their caretakers. Through its fundraising efforts, the Foundation provides 63% of the cost for each individual to attend and experience its life-changing facilities and programming.

Federal income tax status – The Foundation is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §170(b)(1)(A)(vi). The Foundation files annual federal information returns. The Foundation is subject to routine examinations of its returns; however, there are no examinations for any tax periods currently in progress. The Foundation believes it is no longer subject to examinations of returns for tax years ending before December 31, 2008.

Pledges receivable – Amounts that are expected to be collected within one year are reported at net realizable value. Amounts that are expected to be collected in future years are discounted to estimate the present value of future cash flows.

Investments are reported at fair value. Investment return is reported in the statement of activities as a change in unrestricted net assets unless the use of the income is limited by donor-imposed restrictions.

Property is reported at cost, if purchased, or at fair value at the date of gift, if donated. The Foundation capitalizes additions and improvements with a cost more than \$5,000. Depreciation is calculated using the straight-line method over estimated useful lives of 3 to 39 years.

Net asset classification – Contributions and the related net assets are classified based on the existence or absence of donor-imposed restrictions, as follows:

- *Unrestricted net assets* include those net assets whose use is not restricted by donor-imposed stipulations, even though their use may be limited in other respects, such as by contract or board designation.
- *Temporarily restricted net assets* include contributions and investment income restricted by the donor for specific purposes or time periods. When a purpose restriction is accomplished or a time restriction ends, temporarily restricted net assets are released to unrestricted net assets.
- *Permanently restricted net assets* include contributions that donors have restricted in perpetuity. The income earned on these funds is available to support the operations of the Foundation.

Contributions are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit the use of the donated assets

are classified as restricted support. Conditional contributions are recognized in the same manner when the conditions are substantially met. The Foundation received \$175,145 and \$122,275 conditional contributions in 2011 and 2010, respectively, for future special events which are reported as deferred revenue. Donor restricted contributions whose restrictions are satisfied in the same year the contribution is received are recognized as unrestricted contributions.

In-kind contributions – Donated assets, materials and use of facilities are recognized at fair value as contributions when an unconditional commitment is received from the donor. The related expense is recognized as the item is used. Contributions of services are recognized when services received (a) create or enhance nonfinancial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During 2011 and 2010, \$63,600 and \$117,390, respectively, of in-kind special event services, property donations and program materials were recognized.

Program service fees represent fees from user groups for use of camp facilities. Fees are recognized in the period in which the services are provided.

Estimates – Management must make estimates and assumptions to prepare financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts of reported revenue and expenses, and the allocation of expenses among various functions. Actual results could vary from the estimates that were used.

NOTE 2 – PLEDGES RECEIVABLE

Pledges receivable consist of the following:

	<u>2011</u>	<u>2010</u>
Pledges receivable	\$ 1,612,470	\$ 1,176,147
Allowance for uncollectible pledges	(10,520)	(6,200)
Discount to net present value at 1.7% to 5.0%	<u>(7,892)</u>	<u>(7,917)</u>
Pledges receivable, net	<u>\$ 1,594,058</u>	<u>\$ 1,162,030</u>

Pledges receivable at December 31, 2011 are expected to be collected as follows:

Within one year	\$ 896,685
In one to five years	<u>715,785</u>
Total pledges receivable	<u>\$ 1,612,470</u>

During 2011, the Foundation received a \$500,000 conditional pledge receivable. At December 31, 2011, the conditions had not been met and therefore the pledge receivable is not recognized in these financial statements.

NOTE 3 – INVESTMENTS

Investments consist of the following:

	<u>2011</u>	<u>2010</u>
Interest in assets of Greater Houston Community Foundation (GHCF)	\$ 2,085,784	\$ 2,134,571
Money market mutual funds	<u>79,618</u>	<u>79,302</u>
Total investments	<u>\$ 2,165,402</u>	<u>\$ 2,213,873</u>

Investments are exposed to various risks such as interest rate, market, and credit risks. Because of these risks, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position and statement of activities.

Investment return is comprised of the following:

	<u>2011</u>	<u>2010</u>
Net (appreciation) depreciation in value of interest in assets of GHCF	\$ (48,787)	\$ 107,002
Interest income	<u>550</u>	<u>4,735</u>
Total investment return	<u>\$ (48,237)</u>	<u>\$ 111,737</u>

The agreement with GHCF specifies that amounts transferred from the Foundation to GHCF will be invested and held for the benefit of the Foundation. The Foundation may request grants from these funds from GHCF. The investments held by GHCF are in pooled accounts with the following investment composition as reported by GHCF:

	<u>2011</u>	<u>2010</u>
Alternative investments	30%	18%
Fixed income securities	29%	28%
Domestic equity securities	26%	31%
International equity securities	9%	9%
Money market mutual funds	<u>6%</u>	<u>14%</u>
Total	<u>100%</u>	<u>100%</u>

NOTE 4 – FAIR VALUE MEASUREMENTS

Generally accepted accounting principles require that certain assets and liabilities be reported at fair value and establish a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of the fair value hierarchy are as follows:

- *Level 1* – Inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the reporting date.
- *Level 2* – Inputs are other than quoted prices included in Level 1, which are either directly observable or can be derived from or corroborated by observable market data at the reporting date.
- *Level 3* – Inputs are not observable and are based on the reporting entity’s assumptions about the inputs market participants would use in pricing the asset or liability.

The Foundation invests in pooled investments which allow it to invest in a large portfolio of assets with many other investors in an attempt to reduce risk. Such pooled investments are considered a Level 3 investment under the accounting standard because the pricing inputs are not observable. Classification as a Level 3 investment is not a determination of risk or liquidity.

Assets measured at fair value at December 31, 2011 are as follows:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Interest in assets of GHCF			\$ 2,085,784	\$ 2,085,784
Money market mutual funds	<u>\$ 79,618</u>	<u>_____</u>	<u>_____</u>	<u>79,618</u>
Total assets measured at fair value	<u>\$ 79,618</u>	<u>\$ _____</u>	<u>\$ 2,085,784</u>	<u>\$ 2,165,402</u>

Assets measured at fair value at December 31, 2010 are as follows:

	<u>LEVEL 1</u>	<u>LEVEL 2</u>	<u>LEVEL 3</u>	<u>TOTAL</u>
Interest in assets of GHCF			\$ 2,134,571	\$ 2,134,571
Money market mutual funds	\$ 79,302	_____	_____	79,302
Total assets measured at fair value	<u>\$ 79,302</u>	<u>\$ 0</u>	<u>\$ 2,134,571</u>	<u>\$ 2,213,873</u>

Valuation methods used for assets measured at fair value are as follows:

- *Interest in assets of GHCF* is valued at the fair value of the underlying investments as provided by GHCF.
- *Money market mutual funds* are valued at the net asset value of shares held at year end.

These valuation methods may produce a fair value that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate, the use of different methods or assumptions could result in a different fair value measurement at the reporting date.

Changes in the fair value of Level 3 assets consist of the following:

Balance at January 1, 2010	\$ 2,027,569
Net appreciation in value of interest in assets of GHCF	<u>107,002</u>
Balance at December 31, 2010	2,134,571
Net depreciation in value of interest in assets of GHCF	<u>(48,787)</u>
Balance at December 31, 2011	<u>\$ 2,085,784</u>
	<u>2011</u>
	<u>2010</u>

The amount reported in investment return attributable to net (appreciation) depreciation in value of interest in assets of GHCF related to Level 3 assets held at year end.

<u>\$ (48,787)</u>	<u>\$ 107,002</u>
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NOTE 5 – PROPERTY

Property consists of the following:

	<u>2011</u>	<u>2010</u>
Land	\$ 435,332	\$ 435,332
Construction in progress	312,262	254,927
Camp facilities	13,057,383	11,833,750
Camp furniture and equipment	929,101	893,142
Office furniture and equipment	<u>17,590</u>	<u>5,475</u>
Property, at cost	14,751,668	13,422,626
Accumulated depreciation	<u>(5,150,256)</u>	<u>(4,710,212)</u>
Property, net	<u>\$ 9,601,412</u>	<u>\$ 8,712,414</u>

NOTE 6 – LINE OF CREDIT

The Foundation has a \$200,000 line of credit with an interest rate of one percentage point under the bank's prime rate and an expiration date of November 23, 2012. As of December 31, 2011 and 2010, no amounts were outstanding on this line of credit.

The Foundation has a \$600,000 construction loan with an interest rate of 4.55% and a maturity of December 1, 2013. As of December 31, 2011, no amounts were outstanding on this loan.

NOTE 7 – UNRESTRICTED NET ASSETS

Unrestricted net assets consist of the following:

	<u>2011</u>	<u>2010</u>
Undesignated	\$ 308,344	\$ 271,141
Board-reserve fund	640,682	655,279
Property	<u>9,289,150</u>	<u>8,712,414</u>
Total unrestricted net assets	<u>\$ 10,238,176</u>	<u>\$ 9,638,834</u>

The board-reserve fund can only be accessed by obtaining a resolution approved by a majority of the Board of Directors.

NOTE 8 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2011</u>	<u>2010</u>
Camp facility construction and enhancements	\$ 3,934,015	\$ 1,917,010
Future operations	71,668	75,307
Accumulated endowment earnings for operations	<u>18,907</u>	<u>49,212</u>
Total temporarily restricted net assets	<u>\$ 4,024,590</u>	<u>\$ 2,041,529</u>

NOTE 9 – ENDOWMENT FUNDS

The Foundation has a donor-restricted general endowment fund for operations. The Board of Directors of the Foundation has interpreted the Texas Uniform Prudent Management of Institutional Funds Act (TUPMIFA) 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, the Foundation classifies the original value of gifts donated to the permanent endowment as permanently restricted net assets. The remaining portion of the donor-restricted endowment fund that is not classified as permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by TUPMIFA. In accordance with TUPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund
- The purposes of the Foundation and the donor-restricted endowment fund
- General economic conditions

- The possible effect of inflation and deflation
- The expected total return from income and the appreciation of investments
- Other resources of the Foundation
- The investment policies of the Foundation

The Board of Directors may approve a distribution of available endowment funds equal to a maximum of 6% of the average endowment investment balance for the previous three years. A distribution was not approved by the Board of Directors in 2010 or 2011.

Endowment funds are maintained in an investment account which is managed by GHCF. The Foundation has adopted investment policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places an emphasis on a blend of equity-based investments and fixed income investments to achieve its long-term return objectives within prudent risk constraints.

Changes in endowment funds for the years ended December 31, 2011 and 2010 are as follows:

	<u>UNRESTRICTED</u>	<u>TEMPORARILY RESTRICTED</u>	<u>PERMANENTLY RESTRICTED</u>	<u>TOTAL</u>
Endowment net assets, January 1, 2010	\$ (18,255)	\$ 0	\$ 1,313,394	\$ 1,295,139
Investment return:				
Interest and dividends	691			691
Net appreciation of investments	<u>17,564</u>	<u>49,212</u>		<u>66,776</u>
Total investment return	<u>18,255</u>	<u>49,212</u>		<u>67,467</u>
Endowment net assets, December 31, 2010	<u>0</u>	<u>49,212</u>	<u>1,313,394</u>	<u>1,362,606</u>
Investment return:				
Interest and dividends		482		482
Net depreciation of investments		<u>(30,787)</u>		<u>(30,787)</u>
Total investment return		<u>(30,305)</u>		<u>(30,305)</u>
Endowment net assets, December 31, 2011	<u>\$ 0</u>	<u>\$ 18,907</u>	<u>\$ 1,313,394</u>	<u>\$ 1,332,301</u>

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor specified as a fund of perpetual duration. Deficiencies of this nature resulted from unfavorable market fluctuations. These deficiencies are reported in unrestricted net assets as an aggregate deficiency of endowment funds.

NOTE 10 – SUBSEQUENT EVENTS

In 2012, the Foundation entered into various construction commitments totaling approximately \$3.8 million for the construction of Star Place. Additionally, the Foundation has entered into a \$1 million line of credit with an interest rate of 3.65% and a maturity date of December 5, 2015. The line of credit is

collateralized by the Capital Campaign demand deposit account, contributions received for the Capital Campaign, Capital Campaign pledges and any income earned from these proceeds.

Management has evaluated subsequent events through July 24, 2012, which is the date that the financial statements were available for issuance. As a result of this evaluation, no other events were identified that are required to be disclosed or would have a material impact on reported net assets or changes in net assets.
