

**CORONADO SCHOOLS FOUNDATION  
FINANCIAL STATEMENTS  
JUNE 30, 2016**

## **CORONADO SCHOOLS FOUNDATION**

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**CONSIDINE & CONSIDINE**  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT**

To The Board of Directors  
Coronado Schools Foundation

We have audited the accompanying financial statements of Coronado Schools Foundation, A Nonprofit Organization, which comprise the statement of financial position as of June 30, 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.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Coronado Schools Foundation, A Nonprofit Organization, as of June 30, 2016, and the results of its activities and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.



CONSIDINE & CONSIDINE  
An Accountancy Corporation

September 19, 2016

Earning Your Trust Since 1946

**CORONADO SCHOOLS FOUNDATION  
STATEMENT OF FINANCIAL POSITION  
JUNE 30, 2016**

	<b>ASSETS</b>			<b>TOTALS</b>
	<b>UNRESTRICTED</b>	<b>TEMPORARILY RESTRICTED</b>	<b>PERMANENTLY RESTRICTED</b>	
<b>CURRENT ASSETS</b>				
Cash (Note 3)	\$ 486,950	\$ -	\$ -	\$ 486,950
Certificate of Deposit	25,080	-	-	25,080
Accounts Receivable	15,647	-	-	15,647
Prepaid Expenses	9,908	-	-	9,908
	<hr/> 537,585	<hr/> -	<hr/> -	<hr/> 537,585
<b>PROPERTY AND EQUIPMENT (Note 4)</b>	4,388	-	-	4,388
<b>OTHER ASSETS</b>				
Investments (Note 6)	4,535,071	37,017	1,251,994	5,824,082
<b>TOTAL ASSETS</b>	<hr/> <hr/> 5,077,044	<hr/> <hr/> 37,017	<hr/> <hr/> 1,251,994	<hr/> <hr/> 6,366,055
<b>LIABILITIES AND NET ASSETS</b>				
<b>CURRENT LIABILITIES</b>				
Accounts Payable and Accrued Liabilities	43,575	-	-	43,575
Block Grants Due	333,156	-	-	333,156
Accrued Scholarships and Grants	94,917	-	-	94,917
Unearned Revenue	5,500	-	-	5,500
<b>TOTAL LIABILITIES</b>	<hr/> 477,148	<hr/> -	<hr/> -	<hr/> 477,148
<b>NET ASSETS (Note 8)</b>	<hr/> 4,599,895	<hr/> 37,017	<hr/> 1,251,994	<hr/> 5,888,906
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<hr/> <hr/> \$ 5,077,044	<hr/> <hr/> \$ 37,017	<hr/> <hr/> \$ 1,251,994	<hr/> <hr/> \$ 6,366,055

See Accompanying Notes

**CORONADO SCHOOLS FOUNDATION**  
**STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED JUNE 30, 2016**

	UNRESTRICTED	TEMPORARILY RESTRICTED	PERMANENTLY RESTRICTED	TOTALS
<b>REVENUES</b>				
Contributions	328,384	91,385	1,179	420,948
Interest and Dividend Income (Note 6)	107,206	29,018	-	136,224
Realized and Unrealized Loss, Net (Note 6)	(87,917)	(21,643)	-	(109,560)
Summer Enrichment Tuition	56,233	-	-	56,233
	<u>403,906</u>	<u>98,760</u>	<u>1,179</u>	<u>503,845</u>
Special Events and Activities (Note 9)				
Special Events and Activities Revenue	592,016	-	-	592,016
Direct Benefits to Donors	(37,041)	-	-	(37,041)
	<u>554,975</u>	<u>-</u>	<u>-</u>	<u>554,975</u>
Net Assets Released from Temporary Restrictions	102,727	(102,727)	-	-
	<u>1,061,608</u>	<u>(3,967)</u>	<u>1,179</u>	<u>1,058,820</u>
<b>EXPENSES</b>				
Program Services	957,078	-	-	957,078
Management and General	66,174	-	-	66,174
Fundraising	256,135	-	-	256,135
	<u>1,279,387</u>	<u>-</u>	<u>-</u>	<u>1,279,387</u>
<b>CHANGE IN NET ASSETS</b>	(217,779)	(3,967)	1,179	(220,567)
<b>NET ASSETS, BEGINNING OF YEAR</b>	4,817,674	40,984	1,250,815	6,109,473
<b>NET ASSETS, END OF YEAR</b>	<u>\$ 4,599,895</u>	<u>\$ 37,017</u>	<u>\$ 1,251,994</u>	<u>\$ 5,888,906</u>

See Accompanying Notes

**CORONADO SCHOOLS FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2016**

	PROGRAM	MANAGEMENT AND GENERAL	FUNDRAISING	TOTALS
<b>EXPENSES</b>				
Bad Debt	\$ 392	\$ -	\$ -	\$ 392
Bank Service Charges	2,175	-	13,413	15,588
Business Partners	-	-	2,066	2,066
Community Involvement	690	-	690	1,380
Designated Donations	23,250	-	-	23,250
District Program Funding	63,646	-	-	63,646
District Site Program Grants	633,156	-	-	633,156
Donor Recognition	-	-	6,501	6,501
Endowment Management (In house)	750	750	-	1,500
Foundation Grant	30,000	-	-	30,000
In-Kind Services	13,680	2,160	2,160	18,000
Insurance	8,051	8,052	8,052	24,155
Marketing	-	-	33,946	33,946
Office and Administrative	1,118	2,237	28,603	31,958
Payroll Taxes	8,215	3,651	6,390	18,256
Professional Services	5,502	5,502	5,503	16,507
PTA Support	8,080	-	-	8,080
Scholarships	59,057	-	-	59,057
Special Event Costs and Supplies	-	-	72,400	72,400
Special Event Food and Beverage	-	-	36,763	36,763
Training and Seminars	717	-	-	717
Wages	97,621	43,387	75,928	216,936
<b>TOTAL EXPENSES BEFORE DEPRECIATION</b>	<b>956,100</b>	<b>65,739</b>	<b>292,415</b>	<b>1,314,254</b>
Depreciation	978	435	761	2,174
<b>TOTAL EXPENSES</b>	<b>957,078</b>	<b>66,174</b>	<b>293,176</b>	<b>1,316,428</b>
Less: Direct Benefits to Donors at Special Events Included in Revenue	-	-	(37,041)	(37,041)
<b>TOTAL EXPENSES INCLUDED IN THE EXPENSE SECTION OF THE STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS</b>	<b>\$ 957,078</b>	<b>\$ 66,174</b>	<b>\$ 256,135</b>	<b>\$ 1,279,387</b>

See Accompanying Notes

**CORONADO SCHOOLS FOUNDATION  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2016**

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**CASH FLOWS USED BY OPERATING ACTIVITIES**

Change in Net Assets	\$	(220,567)
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**ADJUSTMENTS TO RECONCILE CHANGE IN NET ASSETS TO  
NET CASH USED BY OPERATING ACTIVITIES**

Depreciation		2,174
Realized and Unrealized Loss, Net		109,560
Changes in Operating Assets and Liabilities:		
Accounts Receivable		(8,007)
Prepaid Expenses		10,683
Accounts Payable and Accrued Liabilities		20,215
Block Grants Due		2,722
Accrued Scholarships and Grants		55,149
Unearned Revenue		(6,141)

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186,355

**NET CASH USED BY OPERATING ACTIVITIES**

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(34,212)

**NET CASH PROVIDED BY INVESTING ACTIVITIES**

Purchases of Long-Term Investments		(330,477)
Proceeds on Sales of Long-Term Investments		434,154

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103,677

**NET INCREASE IN CASH**

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69,465

**CASH, BEGINNING OF YEAR**

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417,484

**CASH, END OF YEAR**

	\$	486,950
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See Accompanying Notes

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**NOTE 1 THE FOUNDATION**

The Coronado Schools Foundation (Foundation) was incorporated under the laws of the State of California in April, 1981 as a nonprofit community organization. The Foundation operates exclusively for educational and charitable purposes, in order to promote and help maintain quality education and the welfare of all the students within the boundaries of the Coronado Unified School District. The Foundation is supported primarily through partners in education - donations from parents and community members - as well as business partners in education and proceeds from special fundraising events. Additional program funding is provided by returning 4% annually, per the Foundation's investment policy, from both the general endowment and the board designated Frances G. Harpst Legacy gift.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting** - The financial statements have been prepared on the accrual basis of accounting in conformity with generally accepted accounting principles (GAAP) in the United States.

**Basis of Presentation** - The Foundation is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. New standards were issued regarding classification of endowment funds of nonprofits subject to an enacted version of the Uniform Prudent Management of Institutional Funds Acts (UPMIFA) and enhanced disclosures in the endowment. The State of California adopted UPMIFA in October 2008. The Foundation adopted new standards effective July 1, 2009.

**Estimates** - Management of the Foundation has made a number of estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period to prepare these financial statements in conformity with generally accepted accounting principles. Actual results could differ from those estimates.

**Cash** - The Foundation considers financial instruments with a fixed maturity date of less than three months to be cash equivalents.

**Certificate of Deposit** - The certificate of deposit is reported at cost. Management has elected not to record accrued interest or applicable early withdrawal penalties related to the certificate of deposit due to its immateriality to the financial statements. At June 30, 2016 the Foundation had a certificate of deposit at a commercial bank for \$25,000. The rate of interest is 0.05% and the maturity date is July 28, 2016.

**Property and Equipment** - Property and equipment are carried at cost. Depreciation is computed using the straight-line method of depreciation over the asset's estimated useful life of five years. Maintenance and repairs are charged to the expense as incurred; major renewals and betterments are capitalized. When items of property and equipment are sold or retired, the related cost and accumulated depreciation are removed from the accounts and any gain or loss is included in income.



**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Fair Value Measurement - The Foundation follows accounting standards consistent with the Financial Accounting Standards Board (FASB) codification which defines fair value, establishes a framework for measuring fair value and enhances disclosures about fair value measurements for all financial assets and liabilities.

Investments - The Foundation carries investments in marketable securities with readily determinable values at fair value in the Statement of Financial Position. Realized and unrealized gains and losses are included in the accompanying Statement of Activities and Changes in Net Assets. Investment income is recognized as revenue in the period it is earned.

Donor-Imposed Restrictions - All contributions are considered to be unrestricted unless specifically restricted by the donor. Amounts received designated for future periods or restricted by the donor for specific purposes are reported as temporarily or permanently restricted, increasing those net asset classes. If a restriction is fulfilled in the same period in which the contribution is received, the support is reported as temporarily restricted and then released from restriction in the same period.

In-Kind Donations - The Foundation follows standards relating to contributions received and contributions made as consistent with the Financial Accounting Standards Board Codification. These standards require recording the value of donated services that create or enhance non-financial assets or require specialized skills. Although many individuals donate significant time to the Foundation these services did not meet the above criteria for recognition for the year ended June 30, 2016.

The Foundation records donated goods and facilities at fair value. The Foundation received \$18,000 in donated office space rent for the year ended June 30, 2016.

Functional Allocation of Expenses - The Foundation allocates its expenses on a functional basis among its various programs and support services. Expenditures which can be identified with a specific program or support service are allocated directly, according to their natural expenditure. Costs that are common to several functions are allocated among the program and supporting services on the basis of time records, space utilized, and estimates made by the Foundation's management.

Income Taxes - The Foundation is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and under Section 23701(d) of the California Franchise Tax Code.

The Foundation follows accounting standards which clarify the accounting uncertainty in income taxes recognized in the financial statements and prescribes a recognition threshold and measurement attribute for the financial statements and recognition and measurement of a tax position taken or expected to be taken in the tax return. It also provides guidance on derecognition and measurement of a tax position taken or to be taken in a tax return. As of June 30, 2016 the Foundation has not accrued interest or penalties related to uncertain tax positions.

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**NOTE 3 CASH**

The Foundation maintains its cash balances in one regional bank located in California. The accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The Foundation has not experienced any loss in such accounts. As of June 30, 2016 the uninsured balance is \$560,903. The Foundation believes it is not exposed to any significant credit risks on its cash balances.

**NOTE 4 PROPERTY AND EQUIPMENT**

Property and equipment consists of the following:

Office Equipment	\$ 14,915
Accumulated Depreciation	(10,527)
	<hr/> <u>\$ 4,388</u>

Depreciation expense was \$2,174 for the year ended June 30, 2016.

**NOTE 5 FAIR VALUE MEASUREMENT**

The Foundation follows the method of fair value to value its financial assets and liabilities. Fair value is based on 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. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three broad levels has been established, which are described below:

Level 1: Quoted prices (unadjusted) in active markets that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Observable inputs other than level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2016**

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**NOTE 5 FAIR VALUE MEASUREMENT (Continued)**

Financial assets carried at fair value and measured on a recurring basis at June 30, 2016 are classified below in one of the three levels described above:

	Level 1	Level 2	Level 3	Total
Assets				
Mutual Funds				
Large Blend	\$ 2,265,152	\$ -	\$ -	\$ 2,265,152
Foreign Large Blend	1,490,938	-	-	1,490,938
Intermediate-Term Bond	725,435	-	-	725,435
World Bond	620,646	-	-	620,646
Corporate Bond	434,997	-	-	434,997
Short Term Bond	286,914	-	-	286,914
	\$ 5,824,082	\$ -	\$ -	\$ 5,824,082

Investments in mutual funds are revalued at market prices in active markets and are classified as Level 1.

**NOTE 6 INVESTMENTS**

Investments are stated at fair value and consist of the following at June 30, 2016:

	Cost	Fair Value
Mutual Funds	\$ 5,494,275	\$ 5,824,082

The following schedule summarizes the Foundation's return on long-term investments and its classification in the Statement of Activities and changes in net assets for the year ended June 30, 2016:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Interest and Dividends	\$ 107,206	\$ 29,018	\$ -	\$ 136,224
Realized and Unrealized Loss, Net	(87,917)	(21,643)	-	(109,560)
Total Investment Return	\$ 19,289	\$ 7,375	\$ -	\$ 26,664

Investment return is shown net of investment management fees of \$18,281 for the year ended June 30, 2016.

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 7 ENDOWMENT FUND**

The Foundation has interpreted UPMIFA as requiring the presentation 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 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, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation of investments, (6) other resources of the Foundation, and (7) the Foundation's investment policies.

The Policy Manual of the Foundation prescribes that an Endowment Fund shall be maintained for the purpose of ensuring the Foundation's continued financial viability. The primary goal for the management of the Endowment Fund is to preserve the real (i.e., inflation-adjusted) purchasing power of principal and income after accounting for endowment spending, inflation and costs of investment management. The Finance Committee shall oversee the Endowment Fund in such a manner as to, first, minimize risk of loss of the Endowment fund's principal, and second, achieve the maximum return available consistent with prudent investment standards. The portfolio manager shall be authorized to invest the Endowment Fund's assets as set forth by the Foundation's approved investment policy. The Foundation has committed to return 4% of its value annually to the Coronado Unified School District, per its investment policy.

As of June 30, 2016, the Foundation held in trust four sub-endowment funds in addition to its General Endowment Fund. The sub-endowment funds are the Shelia Davis Lawrence (SDL) Endowment Fund, Burke Couture Scholarship Fund, Robert J. Oliver (RJO) Scholarship Fund and the Patricia Davy Scholarship Fund. The details are summarized as follows:

SDL Endowment Fund - The Foundation received an endowment for the purpose of providing a portion of investment income and capital gains to the Foundation to be used for program expenses.

Burke Couture Scholarship Fund - The Foundation received an endowment from a donor family for the purpose of granting an annual scholarship to an eligible student within the Coronado Unified School District who will attend either University of San Diego or San Diego State University.

RJO Scholarship Fund - The Foundation received an endowment from a donor family for the purpose of granting an annual scholarship to an eligible student within the Coronado Unified School District who will be attending a college or university in the following Foundation year.

Patricia Davy Scholarship Fund - Coronado High School received an estate gift to fund an annual scholarship for an eligible student within the senior class of the Coronado Unified School District.

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 7 ENDOWMENT FUND (Continued)**

Tanya Hagen Scholarship Fund - The Foundation received an endowment of \$50,000 from a donor family for the purpose of granting an annual scholarship to an eligible graduating student within the Coronado Unified School District who will be attending a college or university in the following Foundation year. While these funds were received following the close of the 2015-16 school year, donations of \$1,179 were received during the fiscal year. Accordingly, \$1,179 is listed below as Permanently Restricted as well as on page 13.

The portion of the Endowment Fund that is classified as permanently restricted is not reduced by losses on the investments of the fund. Losses on the investments of permanently restricted funds reduce the temporarily restricted net assets to the extent that donor-imposed temporary restrictions on net appreciation of the fund have not been met before the loss occurs. Any remaining losses reduce unrestricted net assets.

The endowment funds are reported as investments on the Statement of Financial Position.

The Foundation has the following endowment related activities and changes in endowment net assets for the year ending June 30, 2016:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment Net Assets,				
Beginning of Year	\$ (9,953)	\$ 40,984	\$ 1,250,815	\$ 1,281,846
Contributions		-	1,179	1,179
Investment Income, net	-	7,375	-	7,375
Amounts Appropriated for				
Expenditure	(39,860)	(11,342)	-	(51,202)
Endowment Net Assets,				
End of Year	<u>\$ (49,813)</u>	<u>\$ 37,017</u>	<u>\$ 1,251,994</u>	<u>\$ 1,239,198</u>

From time to time, the fair value of assets associated with permanently restricted funds may fall below the level that the donor requires the Foundation to retain permanently. In accordance with GAAP, deficiencies of this nature that are reported in unrestricted net assets was \$49,813 as of June 30, 2016. These deficiencies resulted from unfavorable market fluctuations that have occurred after the investment of permanently restricted funds and continued appropriation for certain programs that were deemed prudent by the Board of Directors.

**CORONADO SCHOOLS FOUNDATION  
A NONPROFIT ORGANIZATION  
NOTES TO THE FINANCIAL STATEMENTS  
JUNE 30, 2016**

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**NOTE 8 NET ASSETS**

Net assets consist of the following at June 30, 2016:

Unrestricted	\$	13,832
Unrestricted - Board Designated		4,586,063
Temporarily Restricted		
Endowments Funds' Earnings		37,017
Permanently Restricted		
General Endowment		1,000,000
SDL Endowment		107,500
RJO Scholarship Fund		50,000
Patricia Davy Scholarship Fund		49,344
Burke Couture Scholarship Fund		43,971
Tanya Hagen Scholarship		1,179
		1,251,994
Total Net Assets	\$	5,888,906

The Board has designated for future use donations received from Frances G. Harpst Legacy in previous years. Included in Unrestricted - Board Designated is income earned from investing the Frances G. Harpst funds less any board approved appropriation, such as the 4% returned annually, that is reflected in the District Site Program Grants line on the Statement of Functional Expenses.

**CORONADO SCHOOLS FOUNDATION**  
**A NONPROFIT ORGANIZATION**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**NOTE 9 SPECIAL EVENTS AND ACTIVITIES**

Revenues and expenses from Special Events and Activities are directly related to fundraising and consist of the following:

Revenue:

Benefit Auction Contributions	\$ 388,669
Supporter/Telethon Donations	203,347
	592,016

Less: Direct Benefits to Donors	(37,041)
	554,975

Expenses:

Auction Expenses:

Event Costs and Supplies	53,521
Wages and Payroll Taxes	37,964
Food and Beverage	34,658
Outside Services	12,000
Bank Service Charges	8,339
Office	4,917
Auction Party Favors	2,518
Marketing	2,308
Business Partners	867
	157,092

Telethon Expenses:

Wages and Payroll Taxes	11,389
Office	7,465
Event Costs and Supplies	2,304
Food and Beverage	2,105
Marketing	501
Business Partners	429
	24,193

Total Auction and Telethon Expenses	181,285
Less: Direct Benefits to Donors at Special Events Included in Revenue	(37,041)
Total Expenses	144,244
Net Special Events and Activities	\$ 410,731

**NOTE 10 SUBSEQUENT EVENTS**

The Foundation has evaluated events through September 19, 2016, the date at which the financial statements were available to be issued. There were no material subsequent events which affected the amounts or disclosures in the financial statements.