

Hydrocephalus Association

Report on Financial Statements

For the year ended December 31, 2016

Hydrocephalus Association

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Independent Auditor's Report

To the Board of Directors
Hydrocephalus Association
Bethesda, Maryland

Report on the Financial Statements

We have audited the accompanying statement of financial position of the Hydrocephalus Association (the "Association") as of December 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.

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 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 basis for our audit opinion.

Restatement

As discussed in Note 2 to the financial statements, an adjustment was made decrease net assets by \$17,244, to correct an error in the previously reported balance as of December 31, 2015.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Hydrocephalus Association as of December 31, 2016, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

A handwritten signature in black ink, appearing to read "Kimbee". The signature is written in a cursive, flowing style with a prominent dot above the first letter.

Richmond, Virginia
May 16, 2017

Hydrocephalus Association

Statement of Financial Position

As of December 31, 2016

Assets

Current assets

Cash and cash equivalents	\$ 2,591,551
Investments	219,074
Receivables:	
Pledges receivable	326,600
Grants receivable	103,100
Other receivables	41,728
Prepaid expenses	108,728
Inventory	16,978
Total current assets	<u>3,407,759</u>

Investments

91,118

Property and equipment, net

56,755

Pledge receivables, less current portion, net

518,592

Deposits

8,344

Total assets

\$ 4,082,568

Liabilities and Net Assets

Current liabilities

Accounts payable and accrued expenses	\$ 338,963
Note payable	19,950
Capital lease payable	1,989
Total current liabilities	<u>360,902</u>

Long-term liabilities

Accrued rent expense	31,088
Note payable, less current portion	38,238
Capital lease payable, less current portion	6,770
Total liabilities	<u>436,998</u>

Net assets

Unrestricted net assets	1,362,347
Temporarily restricted net assets	2,192,105
Permanently restricted net assets	91,118
Total net assets	<u>3,645,570</u>
Total liabilities and net assets	<u><u>\$ 4,082,568</u></u>

See Notes to Financial Statements

Hydrocephalus Association

Statement of Activities

For the year ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Support and revenue				
Grants and contributions	\$ 496,341	\$ 2,344,520	\$ -	\$ 2,840,861
Special events (net of expenses of \$251,410)	1,360,139	117,806	-	1,477,945
Sale of books, publications and other items	12,105	-	-	12,105
Contract revenue	56,787	-	-	56,787
Conference fees	53,443	-	-	53,443
Interest and dividends	4,400	1,743	-	6,143
Net investment loss	(300)	(18)	-	(318)
Other income	1,101	247,242	-	248,343
Net assets released from restrictions:				
Purpose accomplished	1,412,932	(1,412,932)	-	-
Total support and revenue	<u>3,396,948</u>	<u>1,298,361</u>	<u>-</u>	<u>4,695,309</u>
Expenses				
Program expenses:				
Research	1,234,512	-	-	1,234,512
Public support and education	983,615	-	-	983,615
Advocacy	121,452	-	-	121,452
Conferences	466,305	-	-	466,305
Total program expenses	<u>2,805,884</u>	<u>-</u>	<u>-</u>	<u>2,805,884</u>
Fundraising:				
Fund development	562,997	-	-	562,997
Administration	611,779	-	-	611,779
Total expenses	<u>3,980,660</u>	<u>-</u>	<u>-</u>	<u>3,980,660</u>
Change in net assets	(583,712)	1,298,361	-	714,649
Net assets at beginning of period	1,963,303	893,744	91,118	2,948,165
Restatement (note 2)	(17,244)	-	-	(17,244)
Net assets at end of period	<u>\$ 1,362,347</u>	<u>\$ 2,192,105</u>	<u>\$ 91,118</u>	<u>\$ 3,645,570</u>

See Notes to Financial Statements

Hydrocephalus Association
Statement of Functional Expenses
For the year ended December 31, 2016

	Program				Total Program	Fundraising		
	Research	Public Support and Education	Advocacy	Conferences Hydrocephalus Conference		Fund Development	Administration	Total
Salaries	\$ 114,761	\$ 491,491	\$ 45,607	\$ 128,272	\$ 780,130	\$ 95,020	\$ 271,192	\$ 1,146,342
Payroll taxes	8,202	35,346	3,177	9,731	56,457	6,717	20,145	83,319
Employee benefits	15,077	72,564	5,616	17,206	110,464	11,890	52,204	174,558
Prof serv - accounting	-	-	-	-	-	-	54,825	54,825
Prof serv - legal	516	2,776	6	23	3,321	28	30	3,379
Prof serv - temp	2,151	1,714	212	812	4,889	981	14,292	20,162
Prof serv - technology	9,470	12,968	5,432	6,579	34,448	32,013	7,376	73,837
Advertising	253	6,380	17	394	7,044	2,409	511	9,964
Prof serv - other	76,722	63,554	42,310	52,871	235,456	67,984	16,333	319,772
Rent	33,308	26,739	3,277	12,581	75,905	15,190	16,506	107,601
Expendable equipment	952	1,881	94	359	3,285	672	3,365	7,322
Supplies	1,588	20,715	1,479	2,544	26,326	20,464	3,017	49,806
Software	6,749	6,286	637	2,453	16,126	3,008	3,217	22,351
Cost of merchandise	-	727	-	10	737	-	-	737
Equipment repair and maintenance	-	750	-	-	750	50	88	888
Equipment rental	5,488	21,978	19	40,750	68,236	2,478	4,703	75,417
Insurance	405	323	40	153	921	10,260	8,955	20,136
Telephone	2,292	4,396	225	866	7,780	1,616	1,754	11,150
Postage	5,114	21,516	420	5,015	32,065	24,380	2,370	58,815
Printing	10,280	33,931	578	14,175	58,964	31,611	4,335	94,910
Out of town travel	74,611	79,660	449	25,017	179,737	46,674	59,988	286,399
Local travel	787	4,324	221	111	5,444	1,092	861	7,397
Food, meals and catering	7,736	30,490	1,504	141,802	181,532	68,786	41,324	291,641
Conference registration	-	-	-	-	-	-	750	750
Site expenses	20	13,168	2	8	13,198	1,829	10	15,037
Employee education	72	2,114	7	27	2,221	621	759	3,601
Scholarships	-	15,000	-	572	15,572	-	-	15,572
Prize and award	3,029	1,228	221	238	4,716	548	76	5,341
Grants to others	842,573	3,115	-	-	845,688	-	-	845,688
Dues and subscriptions	2,500	118	9,184	-	11,802	7,568	1,176	20,546
Taxes and other fees	920	733	90	347	2,090	2,684	1,072	5,846
Bank charges	8	102	-	-	110	5,276	3,286	8,672
Service charges	3,910	3,530	134	1,491	9,068	98,557	14,293	121,917
Interest	9	8	1	4	21	4	414	440
Depreciation expense	5,007	3,989	493	1,891	11,379	2,283	2,481	16,144
Miscellaneous expense	2	1	-	3	4	304	71	379
Total expenses	<u>\$ 1,234,512</u>	<u>\$ 983,615</u>	<u>\$ 121,452</u>	<u>\$ 466,305</u>	<u>\$ 2,805,884</u>	<u>\$ 562,997</u>	<u>\$ 611,779</u>	<u>\$ 3,980,660</u>

See Notes to Financial Statements

Hydrocephalus Association

Statement of Cash Flows

For the year ended December 31, 2016

Cash flows from operating activities

Change in net assets	\$ 714,649
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation	16,144
Net investment loss	318
Change in operating assets and liabilities:	
Pledges receivable	(733,609)
Grants receivable	96,900
Other receivables	7,030
Prepaid expenses	(72,129)
Inventory	(11,671)
Deposits	200
Accounts payable and accrued expenses	288,579
Accrued rent expense (after restatement, see Note 2)	(3,614)
Net cash provided by operating activities	<u>302,797</u>

Cash flows from investing activities

Purchases of investments	(6,135)
Purchases of property and equipment	(46,027)
Net cash used in investing activities	<u>(52,162)</u>

Cash flows from financing activities

Borrowings on note payable	59,850
Principal payments on note payable	(1,662)
Principal payments on capital leases	(3,567)
Net cash provided by financing activities	<u>54,621</u>
Net increase in cash and cash equivalents	305,256

Cash and cash equivalents at beginning of year

2,286,295

Cash and cash equivalents at end of year

\$ 2,591,551

Supplemental disclosure of cash flow information

Capital lease used to acquire property and equipment	\$ 10,500
Interest paid during the year	<u>\$ 238</u>

See Notes to Financial Statements

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies

Nature of activities:

The Hydrocephalus Association (the "Association") was incorporated in 1986 as a nonprofit corporation under the laws of the State of California. Hydrocephalus is an abnormal accumulation of cerebrospinal fluid (CSF) within cavities of the brain called ventricles. The mission of the Association is to promote a cure for hydrocephalus and improve the lives of those affected by the condition by collaborating with patients, caregivers, researchers and industry, raising awareness, and funding innovative, high-impact research to prevent, treat and ultimately cure hydrocephalus. The Association is headquartered in Bethesda, Maryland.

Basis of accounting:

The financial statements are prepared on the accrual basis of accounting in accordance with generally accepted accounting principles and, accordingly, reflect all significant receivables, payables and recognized revenues and support when earned and expenditures when they are incurred.

Basis of presentation:

The Association prepares its financial statements in accordance with the Financial Accounting Standards Board Accounting Standards Codification (FASB ASC). The Association is required to report information regarding its financial position and activities according to three classes of net assets. Accordingly, net assets of the Association 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 stipulations that limit the use of the donated assets. 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.

Permanently restricted net assets – Net assets, subject to donor-imposed stipulations, that are maintained permanently by the Association. Generally, earnings from endowed contributions and investments are restricted for specific purposes.

Cash and cash equivalents:

For the purpose of the statement of cash flows, cash and cash equivalents include demand deposit accounts and short term and highly liquid investments with an initial maturity of three months or less.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies, Continued

Fair value of investments:

Accounting standards establish 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) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy are described below:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Association has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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

Substantially all of the investments in the statement of financial position are reported at the value at the closing price reported on the active market on which the individual securities are traded. The resulting value is a Level 1 measure.

Investment return in the statement of activities consists of the net realized gains or losses and the unrealized appreciation (depreciation) on those investments.

Concentrations and risk:

The Association maintains its cash accounts with three financial organizations which are guaranteed by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per bank.

Two donors make up approximately 41% of total grants and contributions. One donor makes up approximately 80% of pledges receivable.

Donated assets:

Donated marketable securities and other noncash donations are recorded as contributions at their estimated fair values at the date of donation.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies, Continued

Grants and pledges receivable:

Grants and pledges receivable consists of a variety of grants from private donors and contributions. Management periodically reviews the status of all grants and pledges receivable for collectability. Each balance is assessed based on management's knowledge of and relationship with the donor and the age of the receivable balance. At December 31, 2016, management determined an allowance for uncollectible grants and pledges was not necessary.

Inventory:

Inventory is stated at lower of cost or market and consists of books and resources.

Property and equipment:

The Association capitalizes all expenditures in excess of \$1,000 as property and equipment with an extended useful life. Property is recorded at cost, or if donated, at fair market value on the date received. Major improvements are capitalized and depreciated; maintenance and repairs which do not significantly improve or extend the life of respective assets are expensed. Upon sale or retirement, the cost and related accumulated depreciation are removed from the accounts, and any gain or loss is reflected in other income in the statement of activities. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, generally four years.

Compensated absences:

It is the Association's policy to permit eligible employees to accumulate earned but unused vacation subject to certain limitations. All unused vacation pay is accrued when incurred and is recorded in accounts payable and accrued expenses in the statement of financial position.

Endowment funds:

The Association's endowment consists of approximately nine individual funds established for academic scholarships stipulated by donors.

The Association follows California State Uniform Prudent Management of Institutional Funds Act (UPMIFA). In accordance with UPMIFA, the Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: the purpose, duration, and preservation of the endowment fund; expected total return of investments; general economic conditions and the possible effect of inflation or deflation; other resources of the Association.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies, Continued

Endowment funds, continued:

While UPMIFA does not require it unless the donor instrument contains an express provision, the Association generally requires the preservation of the fair value of the original gift, as of the gift date, of the donor-restricted endowment funds. Following this approach, the Association 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 the (c) accumulations to the permanent endowment made in accordance with the directions of the applicable donor gift instrument, at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Association in a manner consistent with the standard of prudence prescribed by UPMIFA.

Return objectives and risk parameters:

The Association has investment and spending policies for endowment assets that attempt to conservatively yield returns within reasonable levels of risk. Endowment assets include those assets of donor-restricted funds that the Association must hold in perpetuity or for a donor-specified period. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to be conservative through low duration bond funds. The Association's expected rate of return is 1-2%.

Strategies employed for achieving objectives:

To satisfy its rate-of-return objectives, the Association relies on a total return strategy in which investment returns are achieved through capital appreciation (realized and unrealized) and current yield (interest and dividends). The Association targets a conservative low duration bond fund to achieve its return objectives.

Spending policy and how the investment objectives relate to spending policy:

The Association has a policy of appropriating for distribution each year the earnings on the endowment funds. In establishing the policy and the annual appropriation, the Association considered the expected return on its endowment. Accordingly, the Association expects the current spending policy to show no growth in the endowment as the total growth is appropriated annually for scholarships.

Revenue recognition:

All contributions are considered available for the Association's general programs unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor are reported as temporarily or permanently restricted support and increase the respective class of net assets.

Pledges receivable in the accompanying statement of financial position consist of unconditional promises to give, which are recorded at fair value, including \$4,408 pledge discount. All long-term pledges receivable are expected to be realized in 2018.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies, Continued

Operating leases:

The Association recognizes rent expense on a straight-line basis over the term of the lease and, accordingly, records the difference between cash rent payments and the recognition of rent expense as an accrued rent liability.

Income tax status:

The Association is a qualifying nonprofit organization as defined in Section 501(c)(3) of the Internal Revenue Code and the tax statutes of California, and therefore is exempt from federal and state income taxes. Accordingly, the accompanying financial statements do not reflect a provision or liability for federal and state income taxes. The Association does not believe it has any uncertain tax positions as of December 31, 2016. Fiscal years ending on or after 2013 remain subject to examination by federal and state tax authorities.

Expense allocation:

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

Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure 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.

Recently issued accounting standards:

In August, 2016, the Financial Accounting Standards Board (FASB) issued an accounting standards update (ASU) that would require changes to the net asset classification and provide better information about a not-for-profit entity's liquidity, financial performance and cash flows. This change is intended to enhance the usefulness of a not-for-profit's financial statements. The ASU effective date is for fiscal years beginning after December 15, 2017 (the Association's 2018 financial statements).

In May 2014, the FASB issued an ASU that replaces all existing revenue recognition guidance in current U.S. GAAP. The core principle of the guidance is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. The standard achieves this through a five step process. The ASU is effective for annual reporting periods beginning after December 15, 2018 (the Association's 2019 financial statements).

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 1. Nature of Activities and Summary of Significant Accounting Policies, Continued

Recently issued accounting standards, continued:

In February, 2016, the FASB issued an ASU that requires lessees to recognize right-of-use assets and lease liabilities for all leases other than those that meet the definition of short-term leases. This change will result in lessees recognizing right-of-use assets and lease liabilities for most leases currently accounted for as operating leases under GAAP. The new lease guidance is effective for fiscal years beginning after December 15, 2019 (the Association's 2020 financial statements).

Subsequent events:

In preparing these financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through May 16, 2017, the date the financial statements were available to be issued.

Note 2. Restatement

In 2016, management identified an error in the calculation of deferred rent, which would have increased deferred rent and previously recorded rent expense as of December 31, 2015. The Association restated the beginning net assets to account for such error. As a result, there was a \$17,244 decrease in net assets from that as previously reported as of December 31, 2015.

Note 3. Investments

At December 31, 2016, investments are stated at fair value and consist of a low duration bond fund as follows:

	<u>Fair Value</u>	<u>Cost</u>
Low duration bond fund	\$ 310,192	\$ 323,002

The following table presents investment income for the year ended December 31, 2016. Unrealized losses are considered temporarily impaired as the investments will be held long-term and therefore allowing time for recovery of the losses.

Interest and dividend income	\$ 6,143
Unrealized loss	<u>(318)</u>
Total investment income	<u>\$ 5,825</u>

Permanently restricted investments are classified as a non-current asset in the statement of financial position.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 4. Property and Equipment

Property and equipment, net, at December 31, 2016 consisted of:

Office furniture and equipment	\$	56,417
Computer software		49,520
Accumulated depreciation		<u>(49,182)</u>
	\$	<u>56,755</u>

Note 5. Capital Lease Payable

In 2016, the Association purchased a copier under a capital lease agreement, replacing an existing lease that had expired. The lease expires January 2021. The liability represents the present value of future minimum lease payments. The balance on the capital lease was \$8,759 at December 31, 2016. The leased asset is amortized over its estimated productive life. Amortization of this asset under the capital lease is included in depreciation expense. The net book value of assets purchased under the capital lease amounts to \$8,750 at December 31, 2016.

Aggregate future minimum lease payments due under the capital lease obligation as of December 31, 2016 are \$1,989 in 2017, \$2,087 in 2018, \$2,190 in 2019, \$2,297 in 2020 and \$196 in 2021.

Note 6. Note Payable

During 2016, the Association entered into a promissory note for \$59,850 to fund the purchase of software. The note is non-interest bearing and requires monthly payments of \$1,662. The note is secured by the software. The balance on the note was \$58,188 at December 31, 2016.

Note 7. Restrictions of Net Assets

Temporarily restricted net assets were available for the following purposes at December 31, 2016:

Research	\$	1,980,626
Walks		2,500
Support and education		<u>208,979</u>
Total temporarily restricted net assets	\$	<u>2,192,105</u>

Permanently restricted net assets are endowments that must be invested in perpetuity, the investment return of which is restricted for scholarships. Permanently restricted net assets totaled \$91,118 at December 31, 2016 (see Note 9).

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 8. Net Assets Released from Restrictions

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes as follows during the year ended December 31, 2016:

Walks	\$	40,000
Research		906,918
Support and education		294,626
Fund development		<u>171,388</u>
Total released net assets	\$	<u>1,412,932</u>

Note 9. Endowment Funds

Permanently restricted net assets consist of donor-restricted endowment funds totaling \$91,118 at December 31, 2016.

Changes in endowments for the year ended December 31, 2016 are as follows:

	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ 291	\$ 91,118	\$ 91,409
Contributions	-	-	-
Net investment income	1,743	-	1,743
Net depreciation	(18)	-	(18)
Amounts appropriated for expenditure	<u>(2,016)</u>	<u>-</u>	<u>(2,016)</u>
Endowment net assets, end of year	<u>\$ -</u>	<u>\$ 91,118</u>	<u>\$ 91,118</u>

Earnings on the perpetual endowment funds are temporarily restricted to be used for academic scholarships as stipulated by donors.

Note 10. Retirement Plan

The Association has a contributory 403(b) plan which is funded by voluntary participant salary deferrals and an employer match of 1% for the first 3% of contributions and 1/2% for the next 2% of contributions. For the year ended December 31, 2016, matching contributions totaled \$31,887.

Hydrocephalus Association

Notes to Financial Statements

December 31, 2016

Note 11. Operating Leases

The Association has entered into a non-cancelable lease agreement for its Bethesda, Maryland headquarters office. The base rent is adjusted annually for inflation at a rate of 3%. Additionally, real estate taxes are to be paid by the Association as additional rent. For the fiscal year ended December 31, 2016, rent expense was \$107,601.

A schedule of future lease commitments under the lease obligation is as follows:

2017	\$	113,542
2018		116,949
2019		<u>120,457</u>
Total future minimum lease commitment	\$	<u>350,948</u>

Note 12. Related Party

Members of the Association's Board of Directors and staff made contributions totaling approximately \$1,200,000 during 2016.