

**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**FINANCIAL STATEMENTS  
AND AUDITOR'S REPORT**

**JUNE 30, 2016**

**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

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## **Independent Auditor's Report**

**Board of Directors  
Queensborough Community College Fund, Inc.**

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of Queensborough Community College Fund, Inc., which comprise the balance sheet as of June 30, 2016, and the related statements of activities and changes in net assets, 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 Queensborough Community College Fund, Inc. as of June 30, 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.

***Report on Summarized Comparative Information***

We have previously audited Queensborough Community College Fund, Inc.'s June 30, 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated August 25, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015 is consistent, in all material respects, with the audited financial statements from which it has been derived.

*Loeb & Troper LLP*

September 28, 2016

## QUEENSBOROUGH COMMUNITY COLLEGE FUND, INC.

## BALANCE SHEET

JUNE 30, 2016

(With Summarized Financial Information for June 30, 2015)

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Current assets		
Cash	\$ 381,663	\$ 422,621
Investments (Note 3)	3,432,960	3,445,347
Contributions receivable (Note 4)	191,618	119,685
Accounts receivable		80,087
Other assets		113,057
Total current assets	<u>4,006,241</u>	<u>4,180,797</u>
Noncurrent assets		
Investments (Note 3)	8,002,382	8,042,614
Contributions receivable (Note 4)	151,390	114,398
Total noncurrent assets	<u>8,153,772</u>	<u>8,157,012</u>
Total assets	<u>\$ 12,160,013</u>	<u>\$ 12,337,809</u>
<b>LIABILITIES AND NET ASSETS</b>		
Current liabilities		
Accounts payable and accrued expenses	\$ 23,557	\$ 29,904
Due to Queensborough Community College Alumni Association	24,729	26,289
Total liabilities - current	<u>48,286</u>	<u>56,193</u>
Net assets (Exhibit B)		
Unrestricted	2,735,416	2,843,262
Temporarily restricted (Note 5)	3,162,272	3,534,332
Permanently restricted (Note 5)	6,214,039	5,904,022
Total net assets	<u>12,111,727</u>	<u>12,281,616</u>
Total liabilities and net assets	<u>\$ 12,160,013</u>	<u>\$ 12,337,809</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

QUEENSBOROUGH COMMUNITY COLLEGE FUND, INC.

EXHIBIT B

STATEMENT OF ACTIVITIES AND CHANGES IN NET ASSETS

YEAR ENDED JUNE 30, 2016

(With Summarized Financial Information for the Year Ended June 30, 2015)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	
				2016	2015
Revenues, gains, losses and other support					
Contributions	\$ 55,881	\$ 251,055	\$ 310,017	\$ 616,953	\$ 741,224
Federal grant					150,000
Special event (Note 7)	\$ 174,826				
Less direct costs of special event	(59,730)			115,096	124,542
Investment income (loss) (Note 3)	(63,214)	(202,173)		(265,387)	509,234
Donated services and space (Note 6)	224,793			224,793	272,375
Net assets released from restrictions (Note 5)	445,942	(445,942)			
Total revenues, gains, losses and other support	<u>778,498</u>	<u>(397,060)</u>	<u>310,017</u>	<u>691,455</u>	<u>1,797,375</u>
Expenses (Exhibit C)					
Educational support	<u>550,221</u>			<u>550,221</u>	<u>563,356</u>
Supporting services					
Management and general	252,559			252,559	302,032
Fund raising	<u>58,564</u>			<u>58,564</u>	<u>86,024</u>
Total supporting services	<u>311,123</u>			<u>311,123</u>	<u>388,056</u>
Total expenses	<u>861,344</u>			<u>861,344</u>	<u>951,412</u>
Change in net assets before reclassification	(82,846)	(397,060)	310,017	(169,889)	845,963
Reclassification (Note 5)	<u>(25,000)</u>	<u>25,000</u>			
Change in net assets (Exhibit D)	(107,846)	(372,060)	310,017	(169,889)	845,963
Net assets - beginning of year	<u>2,843,262</u>	<u>3,534,332</u>	<u>5,904,022</u>	<u>12,281,616</u>	<u>11,435,653</u>
Net assets - end of year (Exhibit A)	<u>\$ 2,735,416</u>	<u>\$ 3,162,272</u>	<u>\$ 6,214,039</u>	<u>\$ 12,111,727</u>	<u>\$ 12,281,616</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

QUEENSBOROUGH COMMUNITY COLLEGE FUND, INC.

EXHIBIT C

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED JUNE 30, 2016

(With Summarized Financial Information for the Year Ended June 30, 2015)

	Educational Support	Management and General	Fund Raising	Direct Costs of Special Event	Total	
					2016	2015
Salaries and benefits	\$ 93,523		\$ 31,174		\$ 124,697	\$ 124,423
Grant for artwork						30,000
Office expense	16,355				16,355	11,049
Books and publications	3,355				3,355	499
Postage		\$ 694			694	4,201
Meetings	7,811				7,811	7,435
Scholarships and awards	236,954				236,954	243,563
Donated services and space (Note 6)		224,793			224,793	272,375
Travel	33,744				33,744	31,573
Artwork transportation						46,603
Insurance		2,311			2,311	4,652
Event - catering and entertainment (Note 7)				\$ 59,730	59,730	66,220
Printing			16,195		16,195	24,982
Honorarium and stipends	72,407				72,407	84,051
Curatorial	12,000				12,000	3,424
Program events	32,833		11,195		44,028	19,979
Dues and registration fees	1,363				1,363	550
Professional services		19,775			19,775	18,775
Investment fees		30,066			30,066	39,826
Miscellaneous	39,876	4,986			44,862	23,278
<b>Total expenses</b>	<b>550,221</b>	<b>282,625</b>	<b>58,564</b>	<b>59,730</b>	<b>951,140</b>	<b>1,057,458</b>
Less expenses deducted directly from revenues on the statement of activities						
Investment fees		(30,066)			(30,066)	(39,826)
Direct cost of special events				(59,730)	(59,730)	(66,220)
<b>Total expenses reported by function on the statement of activities and changes in net assets (Exhibit B)</b>	<b>\$ 550,221</b>	<b>\$ 252,559</b>	<b>\$ 58,564</b>	<b>\$ -</b>	<b>\$ 861,344</b>	<b>\$ 951,412</b>

See independent auditor's report.

The accompanying notes are an integral part of these statements.

**EXHIBIT D****QUEENSBOROUGH COMMUNITY COLLEGE FUND, INC.****STATEMENT OF CASH FLOWS****YEARS ENDED JUNE 30, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities		
Change in net assets (Exhibit B)	\$ (169,889)	\$ 845,963
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Loss (gain) on investments	553,299	(66,635)
Contributions restricted for long-term investment	(310,017)	(537,199)
Decrease (increase) in assets		
Contributions receivable	(115,632)	59,961
Accounts receivable	80,087	(80,087)
Other assets	113,057	(83,071)
Increase (decrease) in liabilities		
Accounts payable and accrued expenses	(6,347)	3,591
Due to Queensborough Community College Alumni Association	(1,560)	(5,392)
Net cash provided by operating activities	<u>142,998</u>	<u>137,131</u>
Cash flows from investing activities		
Purchase of investments	(1,454,712)	(8,095,323)
Proceeds from sales of investments	<u>954,032</u>	<u>7,532,872</u>
Net cash used by investing activities	<u>(500,680)</u>	<u>(562,451)</u>
Cash flows from financing activities		
Proceeds from contributions receivable restricted for investment in endowment	<u>316,724</u>	<u>476,892</u>
Net change in cash	(40,958)	51,572
Cash - beginning of year	<u>422,621</u>	<u>371,049</u>
Cash - end of year	<u>\$ 381,663</u>	<u>\$ 422,621</u>

See independent auditor's report.

The accompanying notes are an integral part of these statements.



**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 1 - NATURE OF ORGANIZATION**

Queensborough Community College Fund, Inc. (the Fund) was incorporated under the laws of New York State for the purpose of providing ancillary services to further the goals of Queensborough Community College (the College). The Fund is supported primarily by contributions, special event and investment income.

The Fund is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and, accordingly, is not subject to federal income taxes. The Internal Revenue Service has classified the Fund as an organization that is not a private foundation.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of presentation* - The financial statements are prepared on the accrual basis of accounting.

*Use of estimates* - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America 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.

*Investments* - Investments are reported at fair value. Investment securities, in general, are exposed to various risks such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term, based on the markets' fluctuations, and that such changes could materially affect the amounts reported in the financial statements.

*Contributions receivable* - Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

*Accounts receivable* - Accounts receivable for grants are recorded based on claims for expenses incurred for funded programs.

*Artwork* - It is the policy of the Fund not to capitalize or recognize contributions of artwork or other collection items.

*Allowance for doubtful accounts and bad debt expense* - Contributions and accounts receivable are charged to bad debt expense when they are determined to be uncollectible based upon a periodic review of the contributions and accounts receivable by management. Factors used to determine whether an allowance should be recorded include the age of the receivable, a review of payments subsequent to year end, historical information and other factors. Management has determined that no allowance is necessary at June 30, 2016.

*Due to/from Queensborough Community College Alumni Association* - The Fund periodically advances and collects money on behalf of the College or other related entities. As of June 30, 2016 and 2015, the Fund held cash of \$24,729 and \$26,289, respectively, for the Queensborough Community College Alumni Association.

*Federal grant* - The Fund receives funding from the federal government. Revenues are recorded based on the terms of the grant contract and are subject to audit and adjustment by governmental payors. The effects of such adjustments are recorded when reasonably determinable.

*Contributions* - Unconditional contributions, including promises to give cash and other assets, are reported at fair value at the date the contribution is received. The gifts are reported as either temporarily or permanently restricted support if they are received with 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 as unrestricted net assets and reported in the statement of activities and changes in net assets as net assets released from restrictions.

*Donated services and space* - Donated services are recognized at cost as contributions if the services create or enhance nonfinancial assets or require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Fund. Donated space is recognized based on the cost of the rental. The time expended by members of the Board of Directors and other volunteers is not recognized as contributions in the financial statements.

*Functional allocation of expenses* - The costs of providing services have been summarized on a functional basis. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

*Scholarships and awards* - Scholarships and awards are recorded when approved by management and the Board of Directors.

*Net assets* - Unrestricted net assets include funds having no restriction as to use or purpose by donors.

Temporarily restricted net assets are those whose use by the Fund has been restricted by donors to a specific time period or purpose.

Permanently restricted net assets have been restricted by donors to be maintained by the Fund in perpetuity.

*Fair Value Measurements* - *Fair Value Measurements* establishes a framework for measuring fair value. The framework provides 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 are described below. Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Fund 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 or similar 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.

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability. Level 3 inputs to the valuation methodology are unobservable and significant to the fair value measurement. The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

***Fair Value Measurements (continued)***

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2016 as compared to those used at June 30, 2015.

***Mutual funds*** - Valued at the net asset value (NAV) of shares held by the Fund at the end of the year.

***Alternative investment*** - Valued at the NAV of shares held at year end as reported by the investment managers.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Fund believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

***Advertising*** - It is the policy of the Fund to expense advertising costs as incurred. For the year ended June 30, 2016, the Fund incurred \$2,132 of advertising expense.

***Summarized 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 accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Fund's financial statements for the year ended June 30, 2015, from which the summarized information was derived. For 2015, certain expenses have been reclassified from meetings into office expense line on the statement of functional expenses to conform to the current year's presentation. Additionally, catering and entertainment have been combined into one line to conform to the current year's presentation. The statement of cash flows for 2015 has been corrected to correct the presentation of endowment contributions.

***Uncertainty in income taxes*** - The Fund has determined that there are no material uncertain tax positions that require recognition or disclosure in the financial statements. Periods ending June 30, 2013 and subsequent remain subject to examination by applicable taxing authorities.

***Subsequent events*** - Subsequent events have been evaluated through September 28, 2016, which is the date the financial statements were available to be issued.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 3 - INVESTMENTS**

The following table sets forth by level and type, as of June 30, 2016, the investments within the fair value hierarchy:

	<u>Level 1</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds - equities	\$ 2,703,589		\$ 2,703,589
Mutual funds - fixed income	7,336,704		7,336,704
Alternative investment	<u>                    </u>	\$ <u>1,395,049</u>	<u>1,395,049</u>
	<u>\$ <u>10,040,293</u></u>	<u>\$ <u>1,395,049</u></u>	<u>\$ <u>11,435,342</u></u>

Investments associated with the permanently restricted endowment and its associated undistributed accumulated earnings are classified as noncurrent on the balance sheet.

Investment income (loss) for the year ended June 30, 2016 consists of the following:

Interest and dividends (net of investment fees of \$30,066)	\$ 287,912
Net realized and unrealized losses	<u>(553,299)</u>
	<u>\$ (265,387)</u>

**Level 3 Gains and Losses**

The table below sets forth a summary of changes in the fair value of the Level 3 assets for the year ended June 30, 2016:

Balance, beginning of year	\$ 1,544,737
Unrealized losses	<u>(149,688)</u>
Balance, end of year	<u>\$ 1,395,049</u>
Unrealized losses relating to assets still held at reporting date	<u>\$ (149,688)</u>

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 3 - INVESTMENTS (continued)**

The Alternative Investment is a hedge-fund-of-funds that focuses on a strong risk-adjusted return (rather than just positive returns on a relative-to-an-index basis). It engages about 20 different hedge-funds (across various hedge-fund managers) to invest in a wide universe of various specialized strategies that include:

- **Long/Short Equity** - utilize a long and short strategy primarily in stocks. The exposures of these stocks will vary by geography, market capitalization, industry, sector and concentration.
- **Event Driven** - this focuses on the opportunities from certain corporate events which may include Merger & Acquisition transactions, spin-offs, buybacks and other corporate restructurings.
- **Credit/Distressed** - generally long and short fixed-income strategies. This strategy capitalizes on opportunistic trading and also on distressed and/or high-yield securities.
- **Emerging Market** - this strategy is just defined by the market in which the hedge-fund operates. The strategy focuses on emerging market equity and debt investments of emerging markets/governments.
- **Global Macro** - a global top-down approach to investing across stocks, bonds, commodities and currencies.

The Alternative Investment offers quarterly liquidity (with 95 days advanced written notification necessary).

These shares do not trade on any exchanges and liquidity is created through the repurchase by the Alternative Investment of outstanding shares. The amount of repurchase/liquidity is determined by the Board of the Alternative Investment, which will generally be limited to 15% of outstanding shares of the Alternative Investment per quarter.

Proceeds are typically available within 45 days after the liquidation/valuation date with a 5% holdback on full liquidations to be paid upon completion of the Alternative Investment's audit. There are currently no unfunded commitments.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 4 - CONTRIBUTIONS RECEIVABLE**

Contributions receivable have been discounted over the payment period using 0.1% - 4.57% discount rates at the time of the contribution. No allowance for doubtful accounts was deemed necessary by management. Contributions receivable are due as follows:

Amounts expected to be collected in: Less than	
one year	\$ 191,618
One to five years	<u>180,000</u>
	371,618
Less: Discount for net present value	<u>(28,610)</u>
	<u>\$ 343,008</u>

**NOTE 5 - NET ASSETS**

Temporarily restricted net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes of:

Scholarships and awards	\$ 245,590
National Endowment for Humanities Grant	49,490
Art gallery	68,322
Holocaust Center	12,242
Other	<u>70,298</u>
	<u>\$ 445,942</u>

Temporarily restricted net assets at June 30, 2016 are available for the following purposes:

Scholarships and awards	\$ 1,472,927
National Endowment for Humanities Grant	100,000
Art Gallery	619,856
Holocaust Center	671,646
Other	<u>297,843</u>
	<u>\$ 3,162,272</u>

During 2016, certain net assets were reclassified from unrestricted to temporarily restricted net assets in accordance with donor intent.

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QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2016

**NOTE 5 - NET ASSETS (continued)**

**General**

The Fund's endowments consist of 57 donor restricted endowment funds for the purposes indicated below.

**Interpretation of Relevant Law**

The Board of Directors of the Fund adopted the New York Prudent Management of Institutional Funds Act (NYPMIFA). NYPMIFA moves away from the "historic dollar value" standard, and permits charities to apply a spending policy to endowments based on certain specified standards of prudence. The Fund is governed by the NYPMIFA spending policy, which establishes a maximum prudent spending limit of 7% of the average of its previous five years' balance. As a result of this interpretation, the Fund 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. 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 organization in a manner consistent with the standards of prudence prescribed by NYPMIFA.

**Return Objectives, Strategies Employed and Spending Policy**

The objective of the Fund is to grow the endowment funds to maintain purchasing power. The investment policy to achieve this objective is to invest in a diversified investment portfolio. Investment income earned in relation to the endowment funds is recorded as temporarily restricted income and released from restriction upon expenditures for the programs for which the endowment was established.

**Funds with Deficiencies**

The Fund does not have any funds with deficiencies.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 5 - NET ASSETS (continued)**

**Endowment Net Asset Composition by Type of Fund as of June 30, 2016**

Investments to be held in perpetuity totaled \$6,214,039 in 2016. The income is expendable for the following purposes:

Scholarships and awards	\$ 1,603,641
National Endowment for Humanities Grant	1,253,623
Art Gallery	1,275,239
Holocaust Center	<u>2,081,536</u>
Total	<u>\$ 6,214,039</u>

**Changes in Endowment Net Assets for the Year Ended June 30, 2016**

	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Endowment net assets, beginning of year	\$ 2,098,496	\$ 5,904,022	\$ 8,002,518
Interest and dividends	190,661		190,661
Realized and unrealized losses	(365,157)		(365,157)
Contributions		310,017	310,017
Appropriation of endowment net assets for expenditure	<u>(135,657)</u>		<u>(135,657)</u>
Endowment net assets, end of year	<u>\$ 1,788,343</u>	<u>\$ 6,214,039</u>	<u>\$ 8,002,382</u>

**NOTE 6 - DONATED SERVICES AND SPACE**

The Fund utilizes certain facilities and professional services provided by the College. The estimated fair values of occupancy costs were \$9,400 and salaries and benefits amounted to \$215,393 totaling \$224,793 for the year ended June 30, 2016, and are included in the accompanying statement of activities and changes in net assets as both income and expense.

The Fund receives support from the Queensborough Community College Auxiliary (Auxiliary) to be used to provide scholarships for students. For the year ended June 30, 2016, total support received from the Auxiliary amounted to \$90,000 and is included in temporarily restricted contributions on the statement of activities.

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**QUEENSBOROUGH COMMUNITY  
COLLEGE FUND, INC.**

**NOTES TO FINANCIAL STATEMENTS**

**JUNE 30, 2016**

**NOTE 7 - ANNUAL FUNDRAISING EVENT**

A summary of the activity from the Fund's annual fundraising dinner is presented as follows:

Revenues		
Dinner ticket sales and sponsorships	\$	133,341
Journal ads		<u>41,485</u>
		174,826
Expenses		
Cost of event		<u>(59,730)</u>
Net support from fundraising event	\$	<u>115,096</u>

**NOTE 8 - CONCENTRATIONS**

The Fund maintains cash accounts at a bank which are insured by the Federal Deposit Insurance Corporation (FDIC). At times, account balances may exceed the FDIC coverage limit.

Approximately 74% of the Fund's gross contributions receivable are from two donors.

**NOTE 9 - ART COLLECTION**

The Fund has title to an art collection which has been accumulated over the years through donations of works of art which were donated to the Fund for the benefit of the College. The value of the contributed collection items is not reflected within the Fund's financial statements. Most of the pieces are exhibited in the art gallery on the campus of the College while others are on display throughout the campus. The pieces are not for sale and the collection had an estimated value at June 30, 2015 of approximately \$26,998,000. In fiscal year 2015, the Board of the Fund approved a transfer of title of the artwork to the College. The transfer of the donated collection will be finalized once a current appraisal of the collection is completed and the Board of the City University of New York accepts the gift.