

A Glimmer of Hope Foundation and Subsidiaries

Consolidated Financial Statements
(With Independent Auditors' Report Thereon)

December 31, 2015 and 2014



Independent Auditors' Report

To the Board of Directors
A Glimmer of Hope Foundation:

We have audited the accompanying consolidated financial statements of A Glimmer of Hope Foundation and its subsidiaries (collectively, the "Foundation"), which comprise the consolidated statements of financial position as of December 31, 2015 and 2014, and the related consolidated financial statements of activities, functional expenses and cash flows for the years then ended and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 combined financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 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 consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the consolidated financial position of A Glimmer of Hope Foundation and its subsidiaries as of December 31, 2015 and 2014, 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.

PMB HELIN DONOVAN, LLP

PMB Helin Donovan, LLP

Austin, Texas
July 11, 2016

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statements of Financial Position

December 31, 2015 and 2014

Assets	<u>2015</u>	<u>2014</u>
Cash and equivalents	\$ 5,867,217	\$ 3,717,506
Investments, at fair value	47,816,518	51,242,479
Prepaid expenses and other assets	45,456	67,126
Fixed assets, net	54,210	74,608
Total assets	<u>\$ 53,783,401</u>	<u>\$ 55,101,719</u>
 Liabilities and Net Assets		
Accounts payable and accrued expenses	\$ 2,812,219	\$ 158,334
Total liabilities	<u>2,812,219</u>	<u>158,334</u>
 Net assets:		
Unrestricted	43,509,132	46,915,332
Temporarily restricted	7,462,050	8,028,053
Permanently restricted	-	-
Total net assets	<u>50,971,182</u>	<u>54,943,385</u>
 Total liabilities and net assets	 <u>\$ 53,783,401</u>	 <u>\$ 55,101,719</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statement of Activities
For the Year Ended December 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Contributions	\$ 65,174	\$ 5,068,309	\$ -	\$ 5,133,483
Investment	(1,464,492)	-	-	(1,464,492)
Net assets released from restriction	5,634,312	(5,634,312)	-	-
Total support and investment income	<u>4,234,994</u>	<u>(566,003)</u>	<u>-</u>	<u>3,668,991</u>
Program services	6,374,225	-	-	6,374,225
Development	538,616	-	-	538,616
General and administrative	665,009	-	-	665,009
Total expenses	<u>7,577,850</u>	<u>-</u>	<u>-</u>	<u>7,577,850</u>
Changes in net assets	(3,342,856)	(566,003)	-	(3,908,859)
Foreign currency translation adjustments	(63,344)	-	-	(63,344)
Net assets at beginning of year	<u>46,915,332</u>	<u>8,028,053</u>	<u>-</u>	<u>54,943,385</u>
Net assets at end of year	<u>\$ 43,509,132</u>	<u>\$ 7,462,050</u>	<u>\$ -</u>	<u>\$ 50,971,182</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statement of Activities
For the Year Ended December 31, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Contributions	\$ 15,000	\$ 9,936,919	\$ -	\$ 9,951,919
Investment income	3,406,797	-	-	3,406,797
Net assets released from restriction	4,891,416	(4,891,416)	-	-
Total support and investment income	<u>8,313,213</u>	<u>5,045,503</u>	<u>-</u>	<u>13,358,716</u>
Program services	7,393,587	-	-	7,393,587
Development	588,519	-	-	588,519
General and administrative	773,476	-	-	773,476
Total expenses	<u>8,755,582</u>	<u>-</u>	<u>-</u>	<u>8,755,582</u>
Changes in net assets	(442,369)	5,045,503	-	4,603,134
Foreign currency translation adjustments	(73,524)	-	-	(73,524)
Net assets at beginning of year	<u>47,431,225</u>	<u>2,982,550</u>	<u>-</u>	<u>50,413,775</u>
Net assets at end of year	<u>\$ 46,915,332</u>	<u>\$ 8,028,053</u>	<u>\$ -</u>	<u>\$ 54,943,385</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statement of Functional Expenses

For the Year Ended December 31, 2015

	Program Services	Development	General and Administrative	Total
Subcontractors and partners	\$ 5,282,691	\$ -	\$ -	\$ 5,282,691
Salary and related	697,997	370,288	215,301	1,283,586
Rent expense	87,129	60,135	32,616	179,880
Contract labor and vehicle costs	131,466	-	25,260	156,726
Travel and entertainment	78,325	17,123	5,661	101,109
Insurance - medical and umbrella	51,712	32,760	34,909	119,381
Computer expenses	21,362	8,514	43,321	73,197
Marketing and events	598	44,478	-	45,076
Income tax expense	-	-	260,752	260,752
Telephone and utilities	9,255	3,800	2,061	15,116
Office supplies	11,201	1,518	10,205	22,924
Staff development and training	1,281	-	6,354	7,635
Depreciation and amortization	-	-	20,398	20,398
Professional fees	1,208	-	726	1,934
Other expenses	-	-	7,445	7,445
Total expenses	<u>\$ 6,374,225</u>	<u>\$ 538,616</u>	<u>\$ 665,009</u>	<u>\$ 7,577,850</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statement of Functional Expenses

For the Year Ended December 31, 2014

	Program Services	Development	General and Administrative	Total
Subcontractors and partners	\$ 6,149,143	\$ -	\$ -	\$ 6,149,143
Salary and related	911,031	442,727	281,838	1,635,596
Rent expense	104,521	50,288	25,906	180,715
Contract labor and vehicle costs	76,242	-	62,890	139,132
Travel and entertainment	45,609	-	110,091	155,700
Insurance - medical and umbrella	64,033	34,211	28,792	127,036
Computer expenses	10,557	-	58,785	69,342
Marketing and events	-	51,059	3,353	54,412
Income tax expense	-	-	95,000	95,000
Telephone and utilities	12,644	4,049	2,086	18,779
Office supplies	10,208	-	21,477	31,685
Staff development and training	8,875	6,185	3,186	18,246
Depreciation and amortization	-	-	38,221	38,221
Professional fees	724	-	41,851	42,575
Other expenses	-	-	-	-
Total expenses	<u>\$ 7,393,587</u>	<u>\$ 588,519</u>	<u>\$ 773,476</u>	<u>\$ 8,755,582</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows
For the Years Ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (3,908,859)	\$ 4,603,134
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Unrealized (appreciation) on investments	1,973,046	(3,176,049)
Depreciation on fixed assets	20,398	38,221
Loss on disposal of fixed assets	-	1,979
Changes in assets and liabilities:		
Prepaid expenses and other assets	21,670	(30,615)
Accounts payable and accrued expenses	2,653,885	92,215
Net cash provided by operating activities	<u>760,140</u>	<u>1,528,885</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sales of investment securities	16,542,513	27,258,595
Purchases of investment securities	<u>(15,089,598)</u>	<u>(26,484,361)</u>
Net cash provided by investing activities	<u>1,452,915</u>	<u>774,234</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
	<u>-</u>	<u>-</u>
Change in cash and equivalents	2,213,055	2,303,119
Effect of foreign currencies on cash flows	(63,344)	(73,524)
CASH AND EQUIVALENTS:		
Beginning of year	<u>3,717,506</u>	<u>1,487,911</u>
End of year	<u>\$ 5,867,217</u>	<u>\$ 3,717,506</u>
SUPPLEMENTAL INFORMATION:		
Cash paid for income taxes	<u>\$ 260,752</u>	<u>\$ 95,000</u>

See accompanying notes to consolidated financial statements.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(1) Organization and Summary of Significant Accounting Policies

Organization and Reporting Entity - A Glimmer of Hope Foundation (the "Foundation"), a Texas not-for-profit corporation, is a foundation having a significant impact on rural communities in Ethiopia and at-risk youth in the inner city of Austin, Texas. The Foundation has achieved success with its pragmatic, entrepreneurial and heartfelt approach and has been recognized for its cost-effectiveness and compassion in the areas of international and humanitarian aid. The operating costs of the Foundation are paid through cash provided by the Foundation's endowment, which allows 100% of all donations received to be used as directed by donors.

The Foundation is primarily focused on making a sustainable difference in the lives of the rural poor in Ethiopia through its innovative and direct approach to aid and development. In Ethiopia, the Foundation works in small, isolated communities through indigenous self-help organizations which provide clean, accessible water; schools and classrooms; health care; agricultural support including veterinary clinics and irrigation; and emergency relief in crisis situations.

On December 15, 2015, the board of directors authorized and approved the formation of A Glimmer of Hope Foundation, United Kingdom for the purposes of facilitating fundraising in the United Kingdom.

Basis of Consolidation, Presentation and Accounting - These consolidated financial statements include the accounts of the Foundation and its affiliated organizations: A Glimmer of Hope – Ethiopia and A Glimmer of Hope – Austin. The accounts of these organizations have been consolidated in these financial statements. All significant inter-organizational transactions and balances have been eliminated.

The Foundation's consolidated financial statements have been prepared on the accrual basis of accounting in accordance with generally accepted accounting principles in the United States of America ("GAAP"). For financial statement purposes, the Foundation distinguishes between contributions of unrestricted assets, temporarily restricted assets, and permanently restricted assets.

Net Asset Classifications - The Foundation classifies its net assets into three categories as follows:

Permanently Restricted - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Foundation. There were no permanently restricted net assets as of December 31, 2015 and 2014.

Temporarily Restricted - Net assets the use of which is subject to donor-imposed stipulations that can be fulfilled by actions of the Foundation pursuant to those stipulations or that expire by the passage of time. The Foundation reports all temporarily restricted gifts as increases in temporarily restricted net assets, except those in which the restrictions were met in the same reporting period.

Unrestricted - Net assets that are not subject to donor-imposed stipulations. Unrestricted net assets may be used for any purpose or designated for specific purposes by action of the Board of Directors.

Use of Estimates - The preparation of consolidated financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount 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 estimated. Significant estimates include allowances for depreciation and the periodic valuation of the Foundation's investment holdings.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(Continued)

Cash and Cash Equivalents - Cash and cash equivalents consist of cash in interest bearing checking accounts, money market accounts, and other highly liquid investments with a purchased maturity of three months or less.

Contributions - Contributions, including unconditional promises to give, are recognized as revenues in the period received or when the Foundation receives a notice of intent to give. Conditional promises to give are not recognized until the conditions are substantially met. Contributions of assets other than cash are recorded at their estimated fair value at the date of contribution. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as unrestricted contributions.

Contributed Service and Assets - Certain services and assets meeting the requirements for recognition are recorded at fair value which is estimated to equal the cost that would have been incurred had the Foundation purchased such services or assets. These services and assets are reported as contributions in the year incurred and are included as unrestricted net assets in the financial statements.

The Foundation reports non-cash contributions as unrestricted, unless explicit donor stipulations specify how the donated assets must be used and are recorded at their fair value on the date of donation.

During the years ended December 31, 2015 and 2014, there were no contributed services that met the above requirements for recognition.

Investments - Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the consolidated statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met in the reporting period in which the income and gains are recognized.

The Foundation invests in various passive foreign investment corporations (“PFIC”). These investment vehicles are foreign companies with predominantly investment income, or whose assets are primarily intended to generate investment income.

Investments in PFICs are reported at fair value and are valued by the investment advisor in accordance with the limited liability company agreement and are based on periodic financial information obtained for each investment. Realized gains and losses are recognized at the time of disposal of the PFICs. Unrealized gains and losses are reflected in operations when changes between the carrying value and fair value of PFICs interests occur.

Property and Equipment - Property and equipment is recorded at cost. Repairs and maintenance are charged to expenses. Betterments and renewals, which add significantly to the utility or useful lives of the assets, are capitalized. Gains and losses from normal retirements or dispositions are credited or charged to revenue.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(Continued)

The Foundation currently capitalizes property and equipment having an estimated useful life of more than one year, and meets or exceeds \$3,000 in cost, individually. Depreciation of property and equipment is provided at rates intended to distribute the cost of the assets over the estimated useful lives using the straight line method. Major categories of depreciable assets and their estimated useful lives are:

<u>Asset Category</u>	<u>Estimated Useful Lives</u>
Furniture and Fixtures	5 years
Computer equipment and software	2-3 years
Equipment and transportation equipment	3-5 years

Income Taxes - The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code"), and is classified as a private foundation under Section 509(a) of the Code as its main purpose is to raise funds for other not-for-profit entities. Investment income derived from certain investment holdings is subject to federal income taxes, which is included in general administrative expense within the consolidated financial statements. During the years ended December 31, 2015 and 2014, the Foundation reported taxable investment income resulting in federal income tax expense of \$260,752 and \$95,000, respectively.

The Foundation regularly assesses uncertain tax positions in each of the tax jurisdictions in which it has operations and accounts for the related financial statement implications. Unrecognized tax benefits are reported using the two-step approach under which tax effects of a position are recognized only if it is "more-likely-than-not" to be sustained and the amount of the tax benefit recognized is equal to the largest tax benefit that is greater than fifty percent likely to be realized upon ultimate settlement of the tax position. Determining the appropriate level of unrecognized tax benefits requires the Foundation to exercise judgment regarding the uncertain application of tax law. The amount of unrecognized tax benefits is adjusted when information becomes available or when an event occurs indicating a change is appropriate. Future changes in unrecognized tax benefits requirements could have a material impact on the results of operations.

Functional Expense Allocation - The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated between the programs, fundraising and supporting services benefited. The Foundation's methodology requires judgment in allocating expenditures, recognizing that general office expenses support projects and fundraising across all implemented programs.

Concentration of Credit Risk - Financial instruments which potentially expose the Foundation to concentrations of credit risk consist principally of cash and cash equivalents and investments. Deposits of cash and cash equivalents are generally held in US and Ethiopian banks, which sometimes exceed US federally insured limits or remain uninsured. However, the Foundation has not experienced any losses on its deposits associated with US or Ethiopian accounts.

Investment securities are exposed to various risks, such as interest rate, market, inflation, currency, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the near-term could materially affect the amounts reported in the statements of financial position.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(Continued)

Foreign Currency Translation - Financial statements of affiliates, where the local currency is the functional currency, are translated into US dollars using period-end exchange rates for assets and liabilities and average exchange rates during the period for income and expenses. Cumulative translation adjustments associated with net assets or liabilities are reported in the consolidated statements of activity as part of changes in net assets. Exchange rate gains or losses related to foreign currency transactions are recognized in the consolidated statement of activities as incurred.

Management Review - The Foundation has evaluated subsequent events through July 11, 2016 the date the consolidated financial statements were available to be issued.

New Accounting Pronouncements - The Foundation considers the applicability and impact of all accounting standards updates (“ASU”s) issued by the Financial Accounting Standards Board (the “FASB”). There were no new accounting pronouncements that had an effect on the Foundation’s financial condition or results of operations during 2015.

(2) Investments

Investments are stated at fair value and consisted of the following as of December 31, 2015 and 2014:

	2015	2014
Money market funds	\$ 10,168,150	\$ 9,930,757
Equity funds	22,456,755	29,384,130
Passive foreign investment corporations (PFIC)	15,191,613	11,927,592
Total investments, at fair value	\$ 47,816,518	\$ 51,242,479

The following schedule summarizes the investment return and its classification in the consolidated statement of activities for the years ended December 31, 2015 and 2014:

	2015	2014
Interest income, dividends and realized gains, net	\$ 508,554	\$ 230,748
Unrealized (depreciation) appreciation in investments, net	(1,973,046)	3,176,049
Net investment (loss) income	\$ (1,464,492)	\$ 3,406,797

(3) Fair Value of Financial Instruments

The carrying amount of cash and cash equivalents, accounts payable, and other accruals approximated fair value at December 31, 2015 and 2014, because of their relatively short maturity and market terms.

The estimated fair value of equity and fixed income securities is determined based on quoted market values while the fair value of investments in PFICs are generally determined by the investment advisor based on periodic financial information or other appropriate valuation methodologies obtained from each investment. Changes in unrealized appreciation or depreciation of the investments are recognized as unrealized gains and losses in the statement of activities. Considerable judgment is required in interpreting market data to develop the estimates of fair value. Because of the inherent uncertainty of these valuations, the estimated values may differ from the actual fair values that may or may not be ultimately realized.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(Continued)

Financial instruments are considered Level 1 when their values are determined using quoted prices in active markets for identical assets that the reporting entity has the ability to access at the measurement date. Level 2 inputs are inputs other than quoted prices included within Level 1, such as quoted prices for similar assets in active or inactive markets, inputs other than quoted prices that are observable for the asset, or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Financial instruments are considered Level 3 when their values are determined using pricing models, discounted cash flow methodologies or similar techniques and at least one significant model assumption or input is unobservable. Level 3 financial instruments also include those for which the determination of fair value requires significant management judgment or estimation.

The following table represents the Foundation's fair value hierarchy for its investments measured at fair value on a recurring basis as of December 31, 2015:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Money Market Funds	\$ 10,168,150	\$ -	\$ -	\$ 10,168,150
Equity Funds	22,456,755	-	-	22,456,755
PFIC's	-	15,191,613	-	15,191,613
Total assets	<u>\$ 32,624,905</u>	<u>\$ 15,191,613</u>	<u>\$ -</u>	<u>\$ 47,816,518</u>

The following table represents the Foundation's fair value hierarchy for its investments measured at fair value on a recurring basis as of December 31, 2014:

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Money Market Funds	\$ 9,930,757	\$ -	\$ -	\$ 9,930,757
Equity Funds	29,384,130	-	-	29,384,130
Fixed Income	-	-	-	-
PFIC's	-	11,927,592	-	11,927,592
Total assets	<u>\$ 39,314,887</u>	<u>\$ 11,927,592</u>	<u>\$ -</u>	<u>\$ 51,242,479</u>

(4) Fixed Assets

The following schedule summarizes the fixed assets as of December 31, 2015 and 2014:

	2015	2014
Equipment	\$ 64,058	\$ 64,058
Furniture and fixtures	13,424	13,424
Computer equipment and software	162,218	162,218
	<u>239,700</u>	<u>239,700</u>
Accumulated depreciation and amortization	(185,490)	(165,092)
Net fixed assets	<u>\$ 54,210</u>	<u>\$ 74,608</u>

Depreciation and amortization expense was \$20,398 and \$38,221 for the years ended December 31, 2015 and 2014.

A GLIMMER OF HOPE FOUNDATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

December 31, 2015 and 2014

(Continued)

(5) Temporarily Restricted Net Assets

The part of the net assets resulting from contributions whose use by the Foundation is limited by donor-imposed restrictions that either expires with the passage of time or the purpose of which is fulfilled, are considered temporarily restricted net assets. The Foundation's temporarily restricted net assets consist of third-party donor contributions for specific items and events. These temporary restrictions expire when the donor restrictions are satisfied and accomplished.

Temporarily restricted net assets consisted of the following at December 31, 2015 and 2014:

Use restrictions by project:	2015	2014
Water	\$ 998,841	\$ 1,413,747
Education	620,403	767,199
Health	32,712	117,817
Microfinance	67,300	73,858
Multi-sector	5,273,585	5,194,735
Austin community	469,209	460,697
Total temporarily restricted net assets	\$ 7,462,050	\$ 8,028,053

Net assets released from temporary restrictions due to the satisfaction of restrictions consisted of the following at December 31, 2015 and 2014:

Use restrictions by project:	2015	2014
Water	\$ 2,032,320	\$ 3,461,262
Education	2,142,313	660,951
Health	245,942	61,304
Microfinance	972,830	179,892
Multi-sector	145,763	191,178
Austin community	395,145	336,829
Total net assets released from restrictions due to satisfaction of restrictions	\$ 5,634,312	\$ 4,891,416

(6) Commitments and Contingencies

Leases - The Foundation leases office facilities under an operating lease that expires in January 2017. Approximate future minimum rental payments due under this lease agreement are as follows:

Year:	
2016	\$ 156,202
2017	13,017
Total minimum lease payments	\$ 169,219

Rent expenses during the years ended December 31, 2015 and 2014 were \$179,880 and \$180,715, respectively.

Litigation - In the normal course of business, the Foundation may be at risk for pending and threatened legal actions or proceedings. As of December 31, 2015 and through the date of this report, the Foundation is not aware of any pending or threatening litigation.