

YAMPA VALLEY COMMUNITY FOUNDATION

Financial Statements

December 31, 2017

YAMPA VALLEY COMMUNITY FOUNDATION

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Independent Auditor's Report

The Board of Trustees
Yampa Valley Community Foundation
Steamboat Springs, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of the Yampa Valley Community Foundation, which comprise the statement of financial position as of December 31, 2017, and the related statements of activities, 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 the Yampa Valley Community Foundation as of December 31, 2017, 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 Financial Information

We have previously audited the Yampa Valley Community Foundation's December 31, 2016 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 22, 2017. In our opinion, the summarized comparative financial information presented herein as of and for the year ended December 31, 2016 is consistent, in all material respects, with the audited financial statements from which it has been derived.

Catterson + Company, P.C.

Steamboat Springs, Colorado
May 15, 2018

YAMPA VALLEY COMMUNITY FOUNDATION
Statement of Financial Position
December 31, 2017
(with summarized financial information as of December 31, 2016)

	2017	2016
Assets:		
Cash and cash equivalents	\$ 415,632	\$ 535,348
Investments	15,382,465	13,360,574
Property and equipment, net	9,019	13,910
Other assets	15,323	15,483
Total assets	\$ 15,822,439	\$ 13,925,315
Liabilities:		
Accounts payable and accrued expenses	\$ 7,599	\$ 4,801
Assets held for agency funds	1,208,695	1,144,243
Total liabilities	1,216,294	1,149,044
Net assets:		
Unrestricted	12,673,918	11,092,515
Temporarily restricted	1,932,227	1,683,756
Total net assets	14,606,145	12,776,271
Total liabilities and net assets	\$ 15,822,439	\$ 13,925,315

The accompanying notes are an integral part of these financial statements.

YAMPA VALLEY COMMUNITY FOUNDATION
Statements of Activities
For the Year Ended December 31, 2017
(with summarized financial information for the year ended December 31, 2016)

	2017			2016
	Unrestricted	Temporarily Restricted	Total	Total
Revenues and other support:				
Contributions	\$ 1,475,784	\$ 38,905	\$ 1,514,689	\$ 1,308,955
Passport Club:				
Memberships	\$ 449,102			
Costs and expenses	(325,092)			
Less ski passes and parking privileges contributed	<u>257,674</u>			
Net Passport Club	381,684	-	381,684	386,153
Gain (loss) on investments	1,502,985	237,528	1,740,513	829,409
Interest and dividend income	240,399	36,686	277,085	267,124
Net assets released from restrictions	<u>64,648</u>	<u>(64,648)</u>	<u>-</u>	<u>-</u>
Total revenues and other support	3,665,500	248,471	3,913,971	2,791,641
Less revenues applicable to agency funds	<u>(340,251)</u>	<u>-</u>	<u>(340,251)</u>	<u>(259,051)</u>
Net revenues and other support	<u>3,325,249</u>	<u>248,471</u>	<u>3,573,720</u>	<u>2,532,590</u>
Expenses and distributions:				
Program services:				
Grants awarded	1,311,424	-	1,311,424	1,047,490
Other programs	<u>193,588</u>	<u>-</u>	<u>193,588</u>	<u>248,454</u>
Total program services	1,505,012	-	1,505,012	1,295,944
Management and general	210,528	-	210,528	157,154
Fundraising	<u>28,306</u>	<u>-</u>	<u>28,306</u>	<u>27,055</u>
Total expenses and distributions	<u>1,743,846</u>	<u>-</u>	<u>1,743,846</u>	<u>1,480,153</u>
Change in net assets	1,581,403	248,471	1,829,874	1,052,437
Net assets, beginning of year	<u>11,092,515</u>	<u>1,683,756</u>	<u>12,776,271</u>	<u>11,723,834</u>
Net assets, end of year	<u>\$12,673,918</u>	<u>\$ 1,932,227</u>	<u>\$14,606,145</u>	<u>\$12,776,271</u>

The accompanying notes are an integral part of these financial statements.

YAMPA VALLEY COMMUNITY FOUNDATION
Statement of Functional Expenses
For the Year Ended December 31, 2017
(with summarized comparative financial information for the year ended December 31, 2016)

	2017					2016 Total	
	Grants Awarded	Other Programs	Total	Management and General	Fundraising		Total
Expenses and distributions:							
Grants awarded	\$ 1,412,515	\$ -	\$ 1,412,515	\$ -	\$ -	\$ 1,412,515	\$ 1,269,165
Agency and other fund disbursements	174,708	-	174,708	-	-	174,708	36,051
Less program services applicable to agency funds	(275,799)	-	(275,799)	-	-	(275,799)	(257,726)
Wages and benefits	-	125,718	125,718	132,474	25,462	283,654	279,087
Rent and janitorial	-	-	-	31,439	-	31,439	28,408
Investment fees	-	38,434	38,434	-	-	38,434	35,969
Professional fees	-	-	-	23,355	-	23,355	12,899
Other expenses	-	24,545	24,545	23,260	2,844	50,649	71,244
Depreciation	-	4,891	4,891	-	-	4,891	5,056
Total expenses and distributions	\$ 1,311,424	\$ 193,588	\$ 1,505,012	\$ 210,528	\$ 28,306	\$ 1,743,846	\$ 1,480,153

The accompanying notes are an integral part of these financial statements.

YAMPA VALLEY COMMUNITY FOUNDATION
Statements of Cash Flows
For the Year Ended December 31, 2017
(with summarized financial information for the year ended December 31, 2016)

	2017	2016
Cash flows from operating activities:		
Change in net assets	\$ 1,829,874	\$ 1,052,437
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	4,891	5,056
Realized and unrealized gains on investments	(1,740,513)	(662,516)
Change in cash surrender value of life insurance	1,507	1,524
(Increase) decrease in:		
Bequest receivable	-	800,000
Other assets	(1,347)	1,117
Increase (decrease) in:		
Accounts payable and accrued expenses	2,798	(5,540)
Assets held for agency funds	64,452	1,309
	161,662	1,193,387
Net cash provided by operating activities	161,662	1,193,387
Cash flows from investing activities:		
Net purchases of investments	(281,378)	(1,193,954)
Net cash provided (used) by investing activities	(281,378)	(1,193,954)
Net change in cash and cash equivalents	(119,716)	(567)
Cash and cash equivalents, beginning of year	535,348	535,915
Cash and cash equivalents, end of year	\$ 415,632	\$ 535,348

The accompanying notes are an integral part of these financial statements.

YAMPA VALLEY COMMUNITY FOUNDATION
Notes to Financial Statements
December 31, 2017
(with summarized financial information as of and for the year ended December 31, 2016)

Note 1: Nature of Foundation and Significant Accounting Policies

The Yampa Valley Community Foundation (the Foundation) was incorporated as a Colorado not-for-profit corporation for the purpose of providing leadership in raising funds, in partnership with community members, to support innovative programs benefiting the Yampa Valley community. The Foundation serves the communities in Routt and Moffat counties. The Foundation administers more than 150 individual funds, each established with an instrument of gift describing either the general or specific purposes for which grants are to be made. The Foundation is governed by a Board of Trustees composed of members from the service area.

Basis of Presentation

The Foundation prepares its financial statements in accordance with generally accepted accounting principles promulgated in the United States of America (US GAAP) for not-for-profit entities.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of revenues and expenses during the reporting period and the reported assets and liabilities as of the date of the financial statements. On an ongoing basis, the Foundation's management evaluates the estimates and assumptions based upon historical experience and various other factors and circumstances. The Foundation's management believes that the estimates and assumptions are reasonable in the circumstances; however, the actual results could differ from those estimates.

Net Assets

The financial statements report net assets and changes in net assets in three classes that are based upon the existence or absence of restrictions on use that are placed by its donors as follows:

Unrestricted net assets are resources available to support operations.

Temporarily restricted net assets are resources that are restricted by a donor for use for a particular purpose or in a particular future period. The Foundation's unspent contributions are classified in this class if the donor limited their use.

Permanently restricted net assets are resources whose use by the Foundation is limited by donor-imposed restrictions that neither expire by being used in accordance with a donor's restriction nor by the passage of time. The Foundation has no permanently restricted net assets as of December 31, 2017.

Classification of Transactions

All revenues are reported as increases in unrestricted net assets in the statement of activities unless the use of the related resources is subject to donor restrictions. All expenses are reported as decreases in unrestricted net assets.

Net Asset Classifications for Endowment Funds

Financial Accounting Standards Board (FASB) *Accounting Standards Codification (ASC) 958-205-45-28, Classification of Donor-Restricted Endowment Funds Subject to UPMIFA*, and FASB ASC 958-205-50-1A, *Reporting Endowment Funds*, provides guidance on the net asset classification of donor-restricted endowment funds for a not-for-profit organization that is subject to an enacted version of the Uniform Prudent Management of Institutional Funds Act of 2006 (UPMIFA). FASB ASC 958-205-50-1B improves disclosures about an organization's endowment funds (both donor restricted endowment funds and board designated endowment funds) whether or not the organization is subject to UPMIFA.

YAMPA VALLEY COMMUNITY FOUNDATION
Notes to Financial Statements
December 31, 2017
(with summarized financial information as of and for the year ended December 31, 2016)

Note 1: Nature of Foundation and Significant Accounting Policies (continued)

Net Asset Classifications for Endowment Funds (continued)

The State of Colorado adopted House Bill 08-1173, its enacted version of UPMIFA, effective September 1, 2008. The Board of Trustees has determined that the majority of the Foundation's net assets do not meet the definition of endowment under UPMIFA. The Foundation is governed subject to its articles of incorporation and bylaws and most contributions are subject to the terms of donor advised fund agreements or special fund agreements. These governing documents and donor agreements include a variance provision, giving the Board of Trustees the power to modify or eliminate the use of the endowed funds if any designation, restriction or condition becomes, in effect, unnecessary, undesirable, impractical, incapable of fulfillment or inconsistent with the charitable needs of the Foundation and the community it serves. Certain contributions are received subject to other gift instruments, or are subject to specific agreements with the Foundation.

The Foundation has several endowment fund agreements that specifically state the intention of establishing an endowment and meet the definition of endowment under UPMIFA. These funds have been classified as temporarily restricted.

Under the terms of the bylaws and donor advised fund agreements, the Board of Trustees has the ability to distribute so much of the corpus of any trust or separate gift, devise, bequest, or fund as the Board in its sole discretion shall determine. As a result of the ability to distribute corpus, the Foundation has determined that all contributions received subject to the Foundation's governing documents, terms of endowment fund agreements, and UPMIFA, are classified as temporarily restricted until appropriated, at which time the appropriation is reclassified to unrestricted net assets.

Endowment Investment and Spending Policies

The Foundation has adopted investment and spending policies for endowment assets and is committed to preserving assets for future generations through endowments. The Foundation is responsible to its donors, the nonprofit sector, and the community as a whole to preserve the purchasing power of the endowment assets. The investment policy establishes an achievable return objective through utilization of a globally diverse portfolio including a variety of asset classes. The current long-term return objective is to achieve a rate of return that facilitates a spending policy of 4.5% after administrative expenses of 1% while maintaining the purchasing power of the endowment.

The Foundation's greatest concern for the endowment assets is growth and income. Based on that objective, the primary goal for the investments emphasizes capital appreciation through equities with a secondary emphasis on the production of income through fixed income investments. The target asset allocation of 61% equity, 30% fixed income and 9% alternatives, is designed to achieve the long-term objective at an acceptable level of risk.

Cash and Cash Equivalents

The Foundation considers all highly liquid investments with a maturity of three months or less when purchased, excluding cash equivalent funds held in the Foundation's investment portfolio, to be cash equivalents.

Investments

Investments are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets.

YAMPA VALLEY COMMUNITY FOUNDATION
Notes to Financial Statements
December 31, 2017
(with summarized financial information as of and for the year ended December 31, 2016)

Note 1: Nature of Foundation and Significant Accounting Policies (continued)

Investments (continued)

US GAAP established 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 investments (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described as follows:

Level 1 – Inputs to the valuation methodology are unadjusted quoted prices for identical investments in active markets that the Council has the ability to access.

Level 2 – Inputs to the valuation methodology include:

- Quoted prices for similar investments in active markets;
- Quoted prices for identical or similar investments in inactive markets;
- Inputs other than quoted prices that are observable for the investments; and
- 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.

The Foundation maintains investment pool accounts for its funds. Realized and unrealized gains and losses from securities in the investment pool accounts are allocated monthly to the individual funds based on the relationship of the market value of each fund to the total market value of the investment pool accounts, as adjusted for additions to or deductions from those accounts.

Investment securities, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to the level of risk associated with certain long-term investments, it is reasonably possible that changes in the values of these investments will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

Bequests Receivable

Bequests receivable are recognized as contribution revenue in the period the Foundation receives notification the court has found the will of the donor's estate to be valid and all conditions have been substantially met.

Property and Equipment

Property and equipment is stated at cost, or if donated, the fair value at the date of the gift, less accumulated depreciation. Amounts expended for improvements in excess of \$1,000 which substantially increase the useful life of the fixed assets or to replace property and equipment are capitalized. Maintenance, repairs and minor replacements are expensed as incurred. The capitalized costs of the property and equipment are being depreciated utilizing the straight-line method over the estimated useful lives of 5-7 years.

Assets Held for Agency Funds

A fund established with a contribution from an organization for the benefit of the contributing organization is classified as an agency fund. The activity in agency funds is reported as a change in the liability "Assets held for agency funds" in the statement of financial position.

YAMPA VALLEY COMMUNITY FOUNDATION
Notes to Financial Statements
December 31, 2017
(with summarized financial information as of and for the year ended December 31, 2016)

Note 1: Nature of Foundation and Significant Accounting Policies (continued)

Accounting for Contributions

Contributions, including unconditional promises to give, are recognized as revenues when received. All contributions are reported as increases in unrestricted net assets unless use of the contributed assets is specifically restricted by the donor. Amounts received that are restricted by the donor to use in future periods or for specific purposes are reported as increases in either temporarily restricted or permanently restricted net assets, consistent with the nature of the restriction. Donor-restricted contributions whose restrictions are met within the same reporting period are reported as unrestricted support.

Contributions of assets other than cash are recorded at their estimated fair value as of the date of the gift.

Expense Recognition and Allocation

The cost of providing the Foundation's programs and other activities is summarized on a functional basis in the statement functional expenses and statement of activities. Expenses that can be identified with a specific program or support service are charged directly to that program or support service. Costs common to multiple functions have been allocated among the various functions benefited.

Advertising

The Foundation expenses the costs of advertising when incurred.

Tax Status

The Foundation is incorporated exempt from federal income taxation under Section 501(c)(3) of the Internal Revenue Code (IRC), though it would be subject to tax on income unrelated to its exempt purposes. The Foundation currently has no unrelated business income. Accordingly, no provision has been made for income tax. The Foundation is not classified as a private foundation within the meaning of Section 509(a) of the IRC.

The Foundation's tax returns related to the years December 31, 2014 through 2016 remain open for examination by taxing authorities.

Comparative Financial Statements

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 US GAAP. Accordingly, such information should be read in conjunction with the Foundation's audited financial statements for the year ended December 31, 2016, from which the summarized information was derived. Certain prior year amounts have been reclassified to conform to the current year presentation.

YAMPA VALLEY COMMUNITY FOUNDATION

Notes to Financial Statements

December 31, 2017

(with summarized financial information as of and for the year ended December 31, 2016)

Note 2: Investments

Investments consist of the following as of December 31, 2017:

	2017		
	Level 1	Level 2	Total
Cash and short-term funds	\$ 915,172	\$ -	\$ 915,172
Certificates of deposit	-	544,000	544,000
Mutual funds:			
Equity funds	9,577,209	-	9,577,209
Fixed income funds	1,840,555	-	1,840,555
Diversified alternative funds	1,536,480	-	1,536,480
Corporate bonds	-	969,049	969,049
	<u>\$ 13,869,416</u>	<u>\$ 1,513,049</u>	<u>\$ 15,382,465</u>

Investments consist of the following as of December 31, 2016:

	2016		
	Level 1	Level 2	Total
Cash and short-term funds	\$ 469,088	\$ -	\$ 469,088
Certificates of deposit	-	589,000	589,000
Mutual funds:			
Equity funds	8,356,312	-	8,356,312
Fixed income funds	1,686,222	-	1,686,222
Diversified alternative funds	1,302,285	-	1,302,285
Corporate bonds	-	957,667	957,667
	<u>\$ 11,813,907</u>	<u>\$ 1,546,667</u>	<u>\$ 13,360,574</u>

Gross investment performance, including earnings from agency funds, for the years ended December 31, 2017 and 2016 is as follows:

	2017	2016
Interest and dividends	\$ 277,085	\$ 267,124
Net realized and unrealized gains	<u>1,740,513</u>	<u>829,409</u>
	<u>\$ 2,017,598</u>	<u>\$ 1,096,533</u>

YAMPA VALLEY COMMUNITY FOUNDATION

Notes to Financial Statements

December 31, 2017

(with summarized financial information as of and for the year ended December 31, 2016)

Note 3: Property and Equipment

The Foundation's property and equipment consists of the following as of December 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
Leasehold improvements	\$ 91,618	\$ 91,618
Equipment	43,642	43,642
Furniture and fixtures	<u>1,871</u>	<u>1,871</u>
	137,131	137,131
Less: accumulated depreciation	<u>(128,112)</u>	<u>(123,221)</u>
Property and equipment, net	<u>\$ 9,019</u>	<u>\$ 13,910</u>

Note 4: Endowment Funds

Changes in endowment net assets for the years ended December 31, 2017 and 2016:

	<u>2017</u>	<u>2016</u>
Endowment net assets, beginning of year	\$ 5,140,204	\$ 4,705,157
Interest and dividends	111,904	107,591
Net realized and unrealized gains	723,196	325,374
Contributions	225,610	166,968
Amounts appropriated for expenditure	<u>(197,657)</u>	<u>(164,886)</u>
Endowment net assets, end of year	<u>\$ 6,003,257</u>	<u>\$ 5,140,204</u>

Endowment net asset composition by type of fund as of December 31, 2017 and 2016:

Year ended December 31, 2017

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Endowment Funds:			
Board designated	\$ 4,090,452	\$ -	\$ 4,090,452
Field of interest	-	391,433	391,433
Designated	<u>-</u>	<u>1,521,372</u>	<u>1,521,372</u>
Endowment net assets	<u>\$ 4,090,452</u>	<u>\$ 1,912,805</u>	<u>\$ 6,003,257</u>

Year ended December 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Endowment Funds:			
Board designated	\$ 3,456,448	\$ -	\$ 3,456,448
Field of interest	-	354,767	354,767
Designated	<u>-</u>	<u>1,328,989</u>	<u>1,328,989</u>
Endowment net assets	<u>\$ 3,456,448</u>	<u>\$ 1,683,756</u>	<u>\$ 5,140,204</u>

YAMPA VALLEY COMMUNITY FOUNDATION

Notes to Financial Statements

December 31, 2017

(with summarized financial information as of and for the year ended December 31, 2016)

Note 5: Assets Held for Agency Funds

Funds received under agency agreements are recorded directly to a liability account. Both the assets and the liability have been measured at the fair value of the assets received. Activity in the assets held for agency funds for the years ended December 31, 2017 and 2016 is as follows:

Year ended December 31, 2017

	Fiscal Sponsorship	Non Profit Organization / Endowment	Total Agency Funds
Beginning balance	\$ 71,645	\$ 1,072,598	\$ 1,144,243
Contributions and investment earnings	14,755	325,496	340,251
Disbursements and fees	<u>(25,570)</u>	<u>(250,229)</u>	<u>(275,799)</u>
Ending balance	<u>\$ 60,830</u>	<u>\$ 1,147,865</u>	<u>\$ 1,208,695</u>

Year ended December 31, 2016

	Fiscal Sponsorship	Non Profit Organization / Endowment	Total Agency Funds
Beginning balance	\$ 79,849	\$ 1,063,085	\$ 1,142,934
Contributions and investment earnings	13,374	245,677	259,051
Disbursements and fees	<u>(21,578)</u>	<u>(236,164)</u>	<u>(257,742)</u>
Ending balance	<u>\$ 71,645</u>	<u>\$ 1,072,598</u>	<u>\$ 1,144,243</u>

The Foundation's management periodically reviews its agency fund agreements to determine if changes have occurred from the original intent at the time the funds were established.

Note 6: Temporarily Restricted Net Assets

The Foundation has net assets temporarily restricted for the following as of December 31, 2017 and 2016:

	2017	2016
Donor restricted endowment funds	\$ 1,912,805	\$ 1,683,756
Restricted to a donor specified beneficiary	<u>19,422</u>	<u>-</u>
	<u>\$ 1,932,227</u>	<u>\$ 1,683,756</u>

YAMPA VALLEY COMMUNITY FOUNDATION
Notes to Financial Statements
December 31, 2017
(with summarized financial information as of and for the year ended December 31, 2016)

Note 7: Contributed Goods, Services and Facilities

The Foundation received the following contributed goods, services and facilities during the years ended December 31, 2017 and 2016:

	2017	2016
Ski passes and parking privileges	\$ 257,674	\$ 256,923

The Foundation receives season ski passes and parking privileges from the Steamboat Ski & Resort Corporation at no cost for its Passport Club Program. These season passes and parking privileges are then sold to individuals and businesses with the proceeds going to the Foundation. This amount has been included in revenues and Passport Club expenses in the statement of activities.

Note 8: Lease Commitment

The Foundation entered into a lease agreement for office space effective October 1, 2013 through September 30, 2018. Terms of the agreement include a monthly base rent of \$1,619 increasing to \$1,766 on October 1, 2015 and \$1,913 on October 1, 2017. Additionally, the lease includes a common area maintenance (CAM) assessment currently at \$883 per month. The Foundation has an option to extend the lease for two additional five year periods at escalated rates.

The following is a schedule of future rental payments including CAM at the current rate:

Year ended December 31,	
2018	\$ 25,166

Note 9: Retirement Plan

The Foundation has a SIMPLE IRA retirement plan. The plan allows eligible employees to make contributions up to the annual IRS contribution limit. The plan requires matching contributions equal to 100% of employee salary deferrals up to 3% of employee compensation. The Foundation made matching contributions of \$6,897 and \$6,668 to the plan for the years ended December 31, 2017 and 2016, respectively.

Note 10: Intentions to Give

The Foundation has received indications of gifts in the form of bequests which are revocable during the donors' lifetime or if irrevocable for which a donation amount cannot be determined. Due to the uncertain nature of these intentions, the Foundation has not recognized any assets or contribution revenue for these intended gifts.

Note 11: Commitment

The Foundation's Passport Club Program is supported by the Steamboat Ski and Resort Corporation under an agreement through April 30, 2018. The agreement requires the Steamboat Ski and Resort Corporation to donate ski passes and parking privileges to the Foundation to sell to its Passport Club members. Terms of the agreement also require the Foundation to allocate 40% of the annual net proceeds from the Passport Club Program to the Steamboat Ski and Resort Corporation donor advised funds at the Foundation as recommended by the Steamboat Ski and Resort Corporation.

Note 12: Subsequent Events

The Foundation evaluated subsequent events through May 15, 2018, the date these financial statements were available to be issued.