

*Safe Harbor*

*Financial Statements and  
Independent Auditors' Report*

*June 30, 2014 and 2013*

*Safe Harbor*

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*Board of Directors*

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Sharon Taylor, Secretary

Carol Maddock, Treasurer

James Alexander, IV

Karen Cole

Kay Condgon

Gail Harris

Vanessa Jones

Becky Loos

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Jayne Pemberton

Claire Sheppard

Betsy Williams

Michael Wriston



*Independent Auditors' Report*

Board of Directors  
Safe Harbor

We have audited the accompanying financial statements of Safe Harbor (a nonprofit organization), which are comprised of the statement of financial position as of June 30, 2014, and the related statements of activities and cash flows for the year then ended, and the related notes to the financial statements. The financial statements of Safe Harbor as of June 30, 2013, were audited by a predecessor auditor. That auditor expressed an unqualified opinion on those financial statements in his report dated September 25, 2013.

*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.

*Auditors' 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 auditors' 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 auditors consider 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 Safe Harbor as of June 30, 2014, 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.

*Other Matter*

The financial statements of Safe Harbor as of June 30, 2013, were audited by a predecessor auditor. That auditor expressed an unqualified opinion on those financial statements in his report dated September 25, 2013. We did not audit the financial statements of Safe Harbor for the year then ended. The summarized comparative information presented herein as of and for the year ended June 30, 2013, is based solely on the report of the other auditor.

*Andrews, Barwick, & Lee*

Andrews, Barwick, & Lee, P.C.  
Certified Public Accountants  
Colonial Heights, Virginia  
October 31, 2014

Safe Harbor

Statements of Financial Position

June 30, 2014 and 2013

	2014	2013
<b>Assets</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 240,856	\$ 368,863
Certificate of Deposit	104,871	103,004
Contributions and Grants Receivable	41,691	27,899
Investments	782,637	588,266
Prepays	5,678	8,270
Security Deposit	3,162	3,162
<b>Total Current Assets</b>	<b>\$ 1,178,895</b>	<b>\$ 1,099,464</b>
<b>Property and Equipment</b>		
Office Furniture, Fixtures, and Equipment	\$ 73,865	\$ 79,823
Less Accumulated Depreciation and Amortization	(68,656)	(74,582)
<b>Total Property and Equipment</b>	<b>\$ 5,209</b>	<b>\$ 5,241</b>
<b>Total Assets</b>	<b>\$ 1,184,104</b>	<b>\$ 1,104,705</b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 2,155	\$ 5,530
Accrued Expenses	30,696	13,539
Fiscal Agent Funds	38	38
<b>Total Current Liabilities</b>	<b>\$ 32,889</b>	<b>\$ 19,107</b>
<b>Net Assets - Unrestricted</b>		
Board Designated - Endowment	\$ 681,697	\$ 588,266
Unrestricted	469,518	447,332
<b>Total Net Assets - Unrestricted</b>	<b>\$ 1,151,215</b>	<b>\$ 1,035,598</b>
<b>Net Assets - Temporarily Restricted</b>	<b>\$ -</b>	<b>\$ 50,000</b>
<b>Total Net Assets</b>	<b>\$ 1,151,215</b>	<b>\$ 1,085,598</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 1,184,104</b>	<b>\$ 1,104,705</b>

See accompanying notes and independent auditors' report.

Safe Harbor

Statements of Activities

Years Ended June 30, 2014 and 2013

	2014			2013
	Unrestricted	Temporarily	Total	Total
<b>Public Support and Revenue</b>				
Contributions	\$ 143,242	\$ -	\$ 143,242	\$ 228,828
In-kind Contributions	98,675	-	98,675	84,942
Investment Income	100,814	-	100,814	83,961
Grants and Others	-	464,439	464,439	489,319
Other Groups	15,536	-	15,536	12,899
Other Income	18,289	-	18,289	14,970
Special Events	59,330	-	59,330	29,376
<b>Total Public Support and Revenue</b>	<b>\$ 435,886</b>	<b>\$ 464,439</b>	<b>\$ 900,325</b>	<b>\$ 944,295</b>
<b>Net Assets Released from Restrictions</b>	<b>514,439</b>	<b>(514,439)</b>	<b>-</b>	<b>-</b>
<b>Total Public Support and Revenue</b>	<b>\$ 950,325</b>	<b>\$ (50,000)</b>	<b>\$ 900,325</b>	<b>\$ 944,295</b>
<b>Expenditures</b>				
Program Services				
Children	\$ 45,139	\$ -	\$ 45,139	\$ 54,589
Community	102,029	-	102,029	101,763
Education and Outreach	129,192	-	129,192	118,793
Shelter	274,317	-	274,317	257,155
SV Advocacy	102,438	-	102,438	101,175
<b>Total Program Services</b>	<b>\$ 653,115</b>	<b>\$ -</b>	<b>\$ 653,115</b>	<b>\$ 633,475</b>
Supporting Services				
Development	\$ 84,058	\$ -	\$ 84,058	\$ 72,395
General and Administrative	97,256	-	97,256	73,318
<b>Total Supporting Services</b>	<b>\$ 181,314</b>	<b>\$ -</b>	<b>\$ 181,314</b>	<b>\$ 145,713</b>
<b>Total Expenditures</b>	<b>\$ 834,429</b>	<b>\$ -</b>	<b>\$ 834,429</b>	<b>\$ 779,188</b>
<b>Change in Net Assets from Operations</b>	<b>\$ 115,896</b>	<b>\$ (50,000)</b>	<b>\$ 65,896</b>	<b>\$ 165,107</b>
<b>Non-operating Activities</b>				
Loss on Disposition of Assets	\$ (279)	\$ -	\$ (279)	\$ -
<b>Total Non-operating Activities</b>	<b>\$ (279)</b>	<b>\$ -</b>	<b>\$ (279)</b>	<b>\$ -</b>
<b>Change in Net Assets</b>	<b>115,617</b>	<b>(50,000)</b>	<b>65,617</b>	<b>165,107</b>
<b>Net Assets, Beginning of Year</b>	<b>1,035,598</b>	<b>50,000</b>	<b>1,085,598</b>	<b>920,491</b>
<b>Net Assets, End of Year</b>	<b>\$ 1,151,215</b>	<b>\$ -</b>	<b>\$ 1,151,215</b>	<b>\$ 1,085,598</b>

See accompanying notes and independent auditors' report.

Safe Harbor

Statements of Functional Expenses

Years Ended June 30, 2014 and 2013

	2014										Total
	Program Services					Management and General					
	Children	Community	Education & Outreach	Advocacy	SV	Total	Shelter	Fundraising	Administrative	Total	
Benefits and Payroll Taxes	\$ 4,768	\$ 12,445	\$ 15,752	\$ 12,480	\$ 21,011	\$ 66,456	\$ 10,075	\$ 12,676	\$ 22,751	\$ 89,207	\$ 91,195
Other Salary Costs	645	1,431	1,453	706	1,466	5,701	584	2,866	3,450	9,151	9,841
Salaries	28,746	74,354	97,627	76,602	112,272	389,601	51,580	58,001	109,581	499,182	459,646
<b>Total Salaries and Benefits</b>	<b>\$ 34,159</b>	<b>\$ 88,230</b>	<b>\$ 114,832</b>	<b>\$ 89,788</b>	<b>\$ 134,749</b>	<b>\$ 461,758</b>	<b>\$ 62,239</b>	<b>\$ 73,543</b>	<b>\$ 135,782</b>	<b>\$ 597,540</b>	<b>\$ 560,682</b>
Bad Debt Expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 405
Bank and Credit Card Fees	-	-	-	-	-	-	1,750	1,191	2,941	2,941	3,038
Depreciation	390	407	415	405	292	1,909	236	178	414	2,323	1,827
Director's Discretionary Fund	-	-	-	-	-	-	-	220	220	220	544
Dues and Subscriptions	94	196	157	79	371	897	810	125	935	1,832	1,921
Equipment and Maintenance	1,045	1,351	1,406	1,485	2,323	7,610	3,904	654	4,558	12,168	12,495
Events	-	-	-	-	48	48	7,444	-	7,444	7,492	6,071
In-kind Assistance	-	-	-	-	98,675	98,675	-	-	-	98,675	84,942
Insurance	1,137	1,185	1,208	956	1,094	5,560	686	3,261	3,947	9,507	8,964
Investment Fees	-	-	-	-	-	-	-	4,424	4,424	4,424	2,901
Miscellaneous	-	-	-	-	-	-	-	11	11	11	-
Occupancy	6,576	6,852	6,988	6,820	21,381	48,617	3,969	3,806	7,775	56,392	55,745
Postage	120	128	220	125	153	746	710	271	981	1,727	1,616
Printing and Publication	166	173	176	172	124	811	394	362	756	1,567	1,848
Professional Fees	222	888	361	464	5,514	7,449	235	7,899	8,134	15,583	15,168
Program	-	410	1,073	421	7,542	9,446	-	-	-	9,446	5,451
Public Relations	-	-	33	-	-	33	497	-	497	530	443
Supplies	231	272	266	240	184	1,193	250	300	550	1,743	1,209
Telecommunications	954	1,781	1,009	994	1,758	6,496	578	493	1,071	7,567	7,139
Training and Meetings	19	95	247	73	15	449	128	162	290	739	2,816
Travel	26	61	801	436	94	1,418	228	356	584	2,002	3,963
<b>Total Other</b>	<b>\$ 10,980</b>	<b>\$ 13,799</b>	<b>\$ 14,360</b>	<b>\$ 12,650</b>	<b>\$ 139,568</b>	<b>\$ 191,357</b>	<b>\$ 21,819</b>	<b>\$ 23,713</b>	<b>\$ 45,532</b>	<b>\$ 236,889</b>	<b>\$ 218,506</b>
<b>Total Functional Expenses</b>	<b>\$ 45,139</b>	<b>\$ 102,029</b>	<b>\$ 129,192</b>	<b>\$ 102,438</b>	<b>\$ 274,317</b>	<b>\$ 653,115</b>	<b>\$ 84,058</b>	<b>\$ 97,256</b>	<b>\$ 181,314</b>	<b>\$ 834,429</b>	<b>\$ 779,188</b>

See accompanying notes and independent auditors' report.



Safe Harbor

Statements of Cash Flows

June 30, 2014 and 2013

	2014	2013
<b>Cash Flows from Operating Activities</b>		
Change in Net Assets	\$ 65,617	\$ 165,107
Adjustments to Reconcile Change in Net Assets to Net Cash (Used in) Provided by Operating Activities:		
Bad Debts	\$ -	\$ 959
Depreciation and Amortization	2,323	2,522
Loss on Disposition of Assets	279	-
Unrealized, Realized (Gains) Losses on Investments	(86,727)	(71,289)
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Contributions and Grants Receivable	(13,792)	(14,319)
(Increase) Decrease in Prepaids	2,592	(1,977)
Increase (Decrease) in Accounts Payable	(3,375)	4,978
Increase (Decrease) in Accrued Expenses	17,157	(17,560)
<b>Net Cash (Used in) Provided by Operating Activities</b>	<u>\$ (15,926)</u>	<u>\$ 68,421</u>
<b>Cash Flows from Investing Activities</b>		
Investment of Certificates of Deposit	\$ (1,867)	\$ (1,833)
Maturities of Certificates of Deposit	-	-
Purchases of Equipment	(2,582)	(3,112)
Purchases of Investments	(228,303)	(155,565)
Sale of Investments	120,671	147,925
<b>Net Cash (Used in) Provided by Investing Activities</b>	<u>\$ (112,081)</u>	<u>\$ (12,585)</u>
<b>Net (Decrease) Increase in Cash</b>	<u>\$ (128,007)</u>	<u>\$ 55,836</u>
<b>Cash, Beginning of Year</b>	<u>368,863</u>	<u>313,027</u>
<b>Cash, End of Year</b>	<u>\$ 240,856</u>	<u>\$ 368,863</u>

See accompanying notes and independent auditors' report.

*Safe Harbor*

*Notes to Financial Statements*

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**June 30, 2014**

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

**A. Nature of Activities**

Safe Harbor, a Virginia corporation, was formed as a shelter service for domestic violence victims in the Richmond metropolitan area. The shelters are open to adults and children. Residents are offered a variety of services, including counseling, safety planning, parenting, and individual and group counseling for adults and children.

**B. Basis of Accounting**

The accompanying financial statements have been prepared in accordance with accounting principles generally accepted in the United States of America.

**C. Revenue Recognition**

Revenue received is recorded as unrestricted, temporarily restricted, or permanently restricted net assets, depending on the existence or nature of any donor restrictions. Revenue received with donor-imposed restrictions that are met in the same year in which the revenue is received is classified as unrestricted revenue.

All donor-restricted revenue is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. 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 statements of activities as revenue released from restrictions.

**D. Income Taxes**

Safe Harbor is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. A Return of Organization Exempt from Income Tax (Form 990) is required to be filed annually with the Internal Revenue Service. The tax years that are open and subject to examination by the Internal Revenue Service are 2013, 2012, 2011, and 2010.

**E. Cash and Cash Equivalents**

Cash and cash equivalents include all monies in checking, savings, and money market accounts as well as highly liquid investments and certificates of deposit with maturity dates of three months or less. The carrying value of cash and cash equivalents approximates fair value because of the short maturity dates of those financial instruments.

For cash flows reporting purposes, Safe Harbor's definition of cash and cash equivalents includes all purchases with original maturities of three months or less at the date of purchase.

**F. Certificates of Deposit**

Certificates of deposit are valued at cost, plus accrued interest which approximates fair market value.

#### **G. Investments**

Investments in marketable equity securities and mutual funds with readily determined fair values are carried at fair market value. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

#### **H. Property and Depreciation**

Acquisitions of property and equipment in excess of \$500 are capitalized. Property and equipment are carried at cost. Depreciation is computed and recorded using the straight-line method over the estimated useful lives of the fixed assets. The estimated lives of depreciable assets and amortizable leaseholds are five years.

#### **I. Promises to Give**

Contributions are recognized when the donor makes a promise to give to Safe Harbor that is, in substance, unconditional. All donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Unconditional promises to give, including pledges and contributions receivable, are recognized as revenues or gains in the period received and as assets or decreases in liabilities or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. At this time no allowance is considered necessary by Safe Harbor, as no significant write-offs have occurred.

#### **J. Donated Services and Other**

Safe Harbor recognizes donated services, supplies, assets, and other items in accordance with FASB Accounting Standards Codification 958-605-50-1, formerly, Statement of Financial Accounting Standards No. 116, *Accounting for Contributions Received and Contributions Made*. All in-kind contributions are recorded when received at fair value as income and expenses or capitalized as property or equipment. Safe Harbor does not imply time restrictions for gifts of long-lived assets. As a result, in the absence of donor-imposed restrictions, gifts of long-lived assets are reported as unrestricted revenue. Safe Harbor pays for most services requiring specific expertise. However, many individuals interested in Safe Harbor's programs volunteer their time.

#### **K. Functional Expenses**

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

#### **L. Net Assets**

Net assets of Safe Harbor and changes therein are classified and reported as follows:

Unrestricted net assets – Net assets that are not subject to donor-imposed stipulations or any restrictions.

Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Organization and/or passage of time. Included in this category may be gifts held by Safe Harbor pending the use in accordance with donor stipulations, and unexpended gifts for capital projects.

Permanently restricted net assets -- Net assets, subject to donor-imposed stipulations, that are to be held in perpetuity. At June 30, 2014, and June 30, 2013, Safe Harbor had no permanently restricted net assets.

**M. Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**2. Property and Equipment**

A summary of property and equipment at June 30, 2014 and 2013 are as follows:

	<u>2014</u>	<u>2013</u>
Leasehold improvements	\$ 3,600	\$ 11,660
Furniture and fixtures	60,154	58,052
Software	<u>10,111</u>	<u>10,111</u>
	<u>73,865</u>	<u>79,823</u>
Less: accumulated depreciation	<u>(68,656)</u>	<u>(74,582)</u>
	<u>\$ 5,209</u>	<u>\$ 5,241</u>

Depreciation and amortization expense for June 30, 2014 and 2013 was \$2,323 and \$2,522, respectively.

**3. Concentration of Credit Risk**

Financial instruments, which potentially subject Safe Harbor to concentrations of credit risk, consist principally of cash, cash equivalents and receivables. Safe Harbor maintains its cash balances with high quality financial institutions located in Richmond, Virginia. Federal Deposit Insurance Corporation (FDIC) provides insurance for deposits up to \$250,000. Safe Harbor's cash accounts did not exceed the federally insured limits at June 30, 2014.

**4. Certificates of Deposit**

Safe Harbor has certificates of deposit. Investments in certificates of deposits are reported at their fair value plus accrued interest, which approximates cost. The certificates of deposit are as follows for the year ended June 30, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Certificate of deposit, matures November 2016, interest 1.80%	<u>\$104,871</u>	<u>\$103,004</u>

**5. Related Parties**

For the years ended June 30, 2014 and 2013, Safe Harbor received \$50,000 for each year from Bon Secours Richmond Health System, which is included in grants and special events. In addition, Bon Secours Richmond Health System provided shelter facilities to Safe Harbor on a pro bono basis, which is valued at approximately \$41,100 during 2014 and 2013, respectively. The use of shelter facilities is governed by a Co-operative Agreement dated March 1, 1999, and renewed annually.

## 6. Investments

Investments at June 30, 2014 and 2013, are composed of the following:

2014	Unrealized		
	Cost	Fair Value	Appreciation (Depreciation)
Money market funds	\$ 109,102	\$ 109,102	\$ -
Equities	369,131	475,038	105,907
Fixed Income	75,000	75,227	227
Mutual funds – equities	76,476	98,120	21,644
Mutual funds – bond and cash equivalent funds	<u>25,000</u>	<u>25,150</u>	<u>150</u>
Total	\$ <u>654,709</u>	\$ <u>782,637</u>	\$ <u>127,928</u>

  

2013	Unrealized		
	Cost	Fair Value	Appreciation (Depreciation)
Money market funds	\$ 107,637	\$ 107,637	\$ -
Equities	347,147	399,577	52,430
Mutual funds – equities	68,216	73,247	4,731
Mutual funds – bond and cash equivalent funds	<u>7,580</u>	<u>8,105</u>	<u>525</u>
Total	\$ <u>530,580</u>	\$ <u>588,266</u>	\$ <u>57,686</u>

Investment income, for the year ended June 30, 2014, included dividend and interest income of \$14,087 realized gains of \$16,201 and unrealized gains of \$70,526, which is included in other income, on the Statements of Activities.

## 7. Fair Value Measurements

Safe Harbor adopted FASB ACS (Accounting Standards Codification) 820-10-50-2S, “Fair Value Measurements,” to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. This standard clarifies that fair value of certain assets and liabilities is an exit price, representing the amount that would be received to sell an asset or would be paid to transfer a liability in an orderly transaction between market participants. Three levels of the fair value hierarchy under this standard based on these three types of inputs are as follows:

Level 1 – Valuation is based on quoted prices in active markets for identical assets and liabilities.

Level 2 – Valuation is based on observable inputs including quoted prices in active markets for similar assets and liabilities, quoted prices for identical or similar assets and liabilities in less active markets, and model-based valuation techniques for which significant assumptions can be derived primarily from or corroborated by observable data in the market.

Level 3 – Valuation is based on model-based techniques that use one or more significant inputs or assumptions that are unobservable in the market.

All investments and liabilities were measured at fair value by level one valuation, because they generally provide the most reliable evidence of fair value.

## 8. Employee Retirement Plan

Safe Harbor sponsors a defined-contribution retirement plan which covers all eligible employees. Benefits under the plan depend on the amount of the account balance at retirement. Contributions to the Plan include a 2% to 3% match of an employees' salary for June 30, 2014 and 2013 were \$9,153 and \$6,372, respectively.

## 9. Leases

Safe Harbor leases its office space under a five year lease, dated October 2007 and amended April 2010 which extended the lease beginning in November 2012 and terminating in 2017. Rental expense for all operating leases totaled \$39,929 for the year ended June 30, 2014 and is included in occupancy expenses. Total outstanding commitments related to the office lease for the subsequent fiscal years are as follows:

2015	\$	43,560
2016		44,867
2017		46,214
2018		<u>15,555</u>
Total	\$	<u>150,196</u>

Safe Harbor also leases space for the use as a shelter. The lease dated January 2013 is for a term of twelve months, for an annual payment of \$1. The lease may be renewed annually under same conditions and may be terminated by either party given three months notice. The in-kind value of the lease is reflected in the Statements of Activities for a value of \$24,000 for the year ended June 30, 2014.

A second shelter was leased January 2012; the term of the lease is on year for annual payment of \$1. The lease may be renewed annually under same conditions and may be terminated by either party given three months notice. The in-kind value of the lease is reflected in the Statements of Activities for a value of \$24,000 for the year ended June 30, 2014.

A third shelter was leased in October 2012 and opened in December 2012; the term of the lease is one year for an annual payment of \$1. The lease may be renewed annually under the same conditions and may be terminated by either party given three months notice. The in-kind value of the lease is reflected in the Statements of Activities for a value of \$24,000 for the year ended June 30, 2014.

## 10. Board Designated - Endowment

During 2012 the Board designated a gift received in the amount of \$500,000 as an endowment. The primary objective of the endowment is to invest for the long-term growth of capital through capital appreciation and investment earnings. The Board does not anticipate that there will be a need to withdraw funds in the next five years. As of June 30, 2014, the endowment fund was invested within a portfolio of equities, mutual funds, and other types of investments in accordance with the investment policy. The total balance as of June 30, 2014, within the endowment fund amounted to \$681,697, which included investment earnings of \$11,516 and unrealized gains/(losses) and realized gains/(losses) of \$86,351 reflected in the Statements of Activities as other income for the year ended June 30, 2014. The endowment is included within unrestricted net assets.

## 11. Reclassification

Certain prior year balances may have been reclassified to conform to current year presentation.

## 12. Evaluation of Subsequent Events

Safe Harbor has evaluated subsequent events through October 31, 2014, the date which the financial statements were available to be issued.