

**PHI UPSILON OMICRON EDUCATIONAL
FOUNDATION, INC.**

FINANCIAL STATEMENTS

July 31, 2016

CONTENTS

Independent Auditor's Report	1
Financial Statements	
Statement of Assets, Liabilities, and Net Assets – Modified Cash Basis	3
Statement of Receipts and Disbursements – Modified Cash Basis	4
Statement of Functional Disbursements – Modified Cash Basis	5
Notes to Financial Statements	6-12
Supplementary Information	
Schedule of Fund Activity – Modified Cash Basis	13-20

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Phi Upsilon Omicron Educational Foundation, Inc.

We have audited the accompanying financial statements of Phi Upsilon Omicron Educational Foundation, Inc. (a not-for-profit organization), which comprise the statement of assets, liabilities, and net assets – modified cash basis as of July 31, 2016, the related statements of receipts and disbursements – modified cash basis and functional disbursements – modified cash basis 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 the modified cash basis of accounting described in Note 1; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 assets, liabilities, and net assets of Phi Upsilon Omicron Educational Foundation, Inc. as of July 31, 2016, and its receipts and disbursements and changes in net assets for the year then ended, in accordance with the modified cash basis of accounting as described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of fund activity – modified cash basis on pages 13-20 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Hensley & Throneberry, CPAs

December 9, 2016

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

STATEMENT OF ASSETS, LIABILITIES, AND NET ASSETS – MODIFIED CASH BASIS

July 31, 2016

Assets

Current assets	
Cash and cash equivalents	\$ <u>122,503</u>
Total current assets	122,503

Investments	
Certificates of deposit	50,486
Other investments	<u>2,320,355</u>
Total investments	<u>2,370,841</u>

Total assets **\$ 2,493,344**

Liabilities and net assets

Total current liabilities	\$ -0-
---------------------------	--------

Net assets	
Unrestricted net assets	10,528
Board restricted net assets	<u>625,916</u>
Total unrestricted net assets	636,444

Temporarily restricted net assets	<u>1,856,900</u>
Total net assets	<u>2,493,344</u>

Total liabilities and net assets **\$ 2,493,344**

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

STATEMENT OF RECEIPTS AND DISBURSEMENTS – MODIFIED CASH BASIS

Year Ended July 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
Receipts			
Designated contributions	\$ 140	\$ 12,466	\$ 12,606
Annual mailer receipts	9,905	-0-	9,905
Undesignated and other contributions	400	-0-	400
Interest and dividend income	18,168	49,499	67,667
Net investment gains/(losses)	(4,625)	217,705	213,080
Net assets released from restrictions	<u>72,972</u>	<u>(72,972)</u>	<u>-0-</u>
Total receipts	<u>96,960</u>	<u>206,698</u>	<u>303,658</u>
Disbursements			
Program activities	87,226	-0-	87,226
Supporting activities			
Management and general	8,604	-0-	8,604
Fundraising	<u>500</u>	<u>-0-</u>	<u>500</u>
Total disbursements	<u>96,330</u>	<u>-0-</u>	<u>96,330</u>
Change in net assets	630	206,698	207,328
Net assets, beginning of year	<u>635,814</u>	<u>1,650,202</u>	<u>2,286,016</u>
Net assets, end of year	<u>\$ 636,444</u>	<u>\$ 1,856,900</u>	<u>\$ 2,493,344</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

STATEMENT OF FUNCTIONAL DISBURSEMENTS – MODIFIED CASH BASIS

Year Ended July 31, 2016

	<u>Program Expenses</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total</u>
Scholarships, fellowships and awards	\$ 63,949	\$ -0-	\$ -0-	\$ 63,949
National Council management fee	20,000	4,500	500	25,000
Meetings and receptions	3,046	761	-0-	3,807
Professional fees	-0-	3,250	-0-	3,250
Postage, printing, and office expense	231	58	-0-	289
Insurance and licenses	<u>-0-</u>	<u>35</u>	<u>-0-</u>	<u>35</u>
Total disbursements	<u>\$ 87,226</u>	<u>\$ 8,604</u>	<u>\$ 500</u>	<u>\$ 96,330</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 1 – Summary of Significant Accounting Policies

Organization and Nature of Activities

Phi Upsilon Omicron Educational Foundation, Inc. (the “Foundation”) was established to promote and encourage activities in, and support of, the field and profession of Family and Consumer Sciences. Such activities include, but are not limited to, granting fellowships, scholarships, and awards to collegiate members and graduates in the field of Family and Consumer Sciences, granting university Family and Consumer Sciences faculty and staff awards, granting Family and Consumer Sciences research awards, and granting awards and recognition to persons who have significant achievements in the field of Family and Consumer Sciences.

Basis of Accounting

The accompanying financial statements have been prepared on the modified cash basis method of accounting which is a basis of accounting other than generally accepted accounting principles. Under the method, revenues are recognized when received rather than earned, and expenses are recognized when cash is disbursed rather than when the obligation is incurred. These statements do not present transactions that would be included in the financial statements of the Foundation if presented on the accrual basis of accounting, as contemplated by generally accepted accounting principles.

Basis of Financial Statement Presentation

The Foundation’s financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) Codification Section 958.205 *Not-for-Profit Entities Presentation of Financial Statements* (ASC 958.205). Under ASC 958.205, the Foundation is required to report information regarding its financial position and activities according to three classes of net assets based on the existence or absence of donor restrictions. The Foundation’s net assets and changes therein are classified and reported as follows:

Unrestricted net assets: represent resources whose use is not limited or restricted by donors.

Board restricted net assets: represent net assets not limited or restricted by donors, but restricted by the Board for the purpose of assuring long-term stability and sustainability, while allowing for planning and implementation of longer term initiatives.

Temporarily restricted net assets: represent resources whose use is limited by donor-imposed stipulations that either expire by the passage of time or can be fulfilled or otherwise removed by the Foundation’s actions.

Permanently restricted net assets: represent resources whose use is limited by donor-imposed stipulations that neither expire nor can be fulfilled or otherwise removed by the Foundation’s actions.

For the year ended July 31, 2016, the Foundation held no permanently restricted net assets.

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 1 – Summary of Significant Accounting Policies (continued)

Basis of Financial Statement Presentation (continued)

Additionally, the Foundation has adopted FASB Codification Section 958.605 *Not-for-Profit Entities Revenue Recognition* (ASC 958.605). In accordance with ASC 958.605, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted depending on the existence or nature of donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restrictions expire in the same reporting period in which the support is received. All other donor restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of receipts and disbursements – modified cash basis as net assets released from restrictions.

Contributions

Contributions of long-lived assets are reported as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Contributions of long-lived assets with explicit restrictions that specify how the assets are to be used, and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations regarding how those long-lived assets are to be used, expirations of donor restrictions are reported when the donated or acquired long-lived assets are placed in service.

Cash and Cash Equivalents

Cash consists of cash in a checking account and a business deposit account. The Foundation considers all highly liquid investments with an initial maturity date of three months or less at the time of purchase to be cash equivalents. Cash and cash equivalents held by investment managers in investment accounts are considered investments and are presented accordingly in the statement of assets, liabilities, and net assets – modified cash basis.

Donated Services

In accordance with ASC 905.605, donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation. For the year ending July 31, 2016, no services were received that met the criteria for recognition as donated services.

Functional Disbursements

The cost of providing program and supporting activities has been presented on a functional basis in the statement of functional disbursements – modified cash basis and is summarized in the statement of receipts and disbursements – modified cash basis. Disbursements are charged to program or supporting activities as incurred, or are allocated using a statistical basis.

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 1 – Summary of Significant Accounting Policies (continued)

Income Taxes

For federal tax purposes the Foundation is an exempt organization under Section 501 (c)(3) of the Internal Revenue Code and was determined not to be a private foundation by the Internal Revenue Service; however, the Foundation remains subject to tax on any business income unrelated to its tax-exempt purpose.

The Foundation follows FASB Codification Section 740 *Accounting for Uncertainty in Income Taxes* (ASC 740). This guidance provides a recognition threshold and measurement process for uncertain tax positions, including any estimated penalties and interest associated with those uncertain tax positions. For the year ended July 31, 2016, there were no uncertain tax positions requiring accrual.

The Foundation's 2013 through 2016 tax years remain open and subject to examination.

Use of Estimates

The preparation of financial statements in accordance with the modified cash basis of accounting requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Subsequent Events

The Foundation has evaluated events occurring between the end of its most recent fiscal year (July 31, 2016) and December 9, 2016, which was the date the financial statements were made available.

Note 2 – Fair Value Measurement

FASB Codification Section 825 (ASC 825) *Financial Instruments* permits an entity to elect fair value as the initial and subsequent measurement attribute for certain financial statement assets and liabilities. Entities electing the fair value option would be required to recognize changes in fair value earnings. The adjustment to reflect the difference between fair value and the carrying amount is accounted for as cumulative effect adjustment to net assets as of the date of the adoption. The adoption of this pronouncement did not have an effect on the Foundation's financial statements. The Foundation did not elect the fair value methodology permitted under ASC 825 for any financial instrument or other item that is not currently required to be measured at fair value.

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 2 – Fair Value Measurement (continued)

FASB Codification Section 820 (ASC 820) *Fair Value Measurements and Disclosures* defines fair value, establishes a framework for measuring fair value, and expands disclosures about fair value measurements. Under ASC 820, various inputs are used in determining the fair value of assets and liabilities. These inputs are summarized in a hierarchy that segregate fair value measurement in the three levels (levels 1, 2, and 3), determined by the nature of input as follow:

- Level 1 – Unadjusted quoted prices in active markets for identical assets or liabilities. An active market is a market in which transactions occur with sufficient frequency and volume to provide pricing information on an ongoing basis. A quoted market price in an active market provides the most reliable evidence of fair value.
- Level 2 – Other significant observable inputs, including quoted prices of similar securities in active markets, quoted prices for identical securities in markets that are not active, and other market-corroborated inputs.
- Level 3 – Significant unobservable inputs, including the Foundation’s own assumptions in determining the fair value of investments, based on the best information available in the circumstances.

The Foundation carries its investments at historical cost. All investments are evaluated, using Level 1 or Level 2 inputs, as appropriate, for impairment and adjusted for any other-than-temporary impairments. The Foundation does not hold any investments that are evaluated using Level 3 inputs.

The Foundation holds equity securities, bonds, mutual funds, and exchange traded funds. These investments are professionally managed and evaluated for the near-term and long-term prospects. Based on that evaluation and the Foundation’s ability and intent to hold those investments for a reasonable period of time sufficient for a forecasted recovery of fair value, the Foundation does not consider any of those investments to be other-than-temporarily impaired at July 31, 2016.

The contractual terms of the individual bonds held by the Foundation do not permit the issuers to recovery of their amortized cost basis, which may be maturity: the Foundation does not consider any of those investments to be other-than-temporarily impaired at July 31, 2016.

No adjustment for other-than-temporary impairments were made during the year ended July 31, 2016.

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 2 – Fair Value Measurement (continued)

Carrying value, market value, and net unrealized gains and losses on investments for the year ended and as of July 31, 2016, is summarized as follows:

	Carrying Value <u>(Cost)</u>	Market <u>Value</u>	Unrealized <u>Gains/(Losses)</u>
Certificates of deposit	\$ 50,486	\$ 50,486	\$ -0-
Money market and depository	141,640	141,640	-0-
Equity securities	17,317	34,295	16,978
Equity mutual funds	1,188,821	1,373,647	184,826
Exchange traded funds	312,847	349,442	36,595
Bonds and bond funds	<u>659,730</u>	<u>697,639</u>	<u>37,909</u>
Total	<u>\$ 2,370,841</u>	<u>\$ 2,647,149</u>	<u>\$ 276,308</u>

Note 3 - Investments

Investments are recorded and carried at cost. Realized gains and losses are recorded as the difference between historical cost and fair value when an investment is sold. Unrealized gains and losses, the change in fair value of investments, are not considered for these financial statements. For the year ended July 31, 2016, investment returns and its classification in the statement of receipts and disbursements – modified cash basis is summarized as follows:

Interest and dividends	\$ 67,667
Capital gain distributions	33,816
Proceeds from sale	337,026
Less: cost of investments sold	<u>(142,278)</u>
Net realized gains	194,748
Investment advisory fees	<u>(15,484)</u>
Total	<u>\$ 280,747</u>

Investments were sold for portfolio reallocation purposes and to support disbursements.

Note 4 – Concentration of Risk

The Foundation maintains its cash accounts in various financial institutions. The balances are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Foundation’s cash balances at various times throughout the year may be in excess of amounts insured.

Certain Foundation assets are invested in corporate equities, mutual funds, exchange traded funds, and bond issues which are affected by market conditions.

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 5 – Related Party Transactions

During the fiscal year ended July 31, 2016, the Foundation received \$9,905 of undesignated contributions from Phi Upsilon Omicron, Inc.'s (National Council) annual alumni fee mailer, which includes a solicitation for gifts. Also, the Foundation shares certain management personnel and office facilities with the National Council. During the fiscal year ended July 31, 2016, the Foundation paid \$25,000 to the National Council for this management support.

Note 6 – Endowment Funds

In 2008, the FASB issued ASC 958-205-45-28, *Classification of Donor-Restricted Endowment Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act*. This pronouncement provided 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). The pronouncement also improved disclosures about an organization's endowment funds, both donor restricted endowment funds and board designated endowment funds.

At July 31, 2016, endowment net assets consist of the following:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Board designated endowment funds	\$ 625,916	\$ -0-	\$ -0-	\$ 625,916
Donor restricted endowment funds	<u>-0-</u>	<u>1,856,900</u>	<u>-0-</u>	<u>1,856,900</u>
Total	<u>\$ 625,916</u>	<u>\$1,856,900</u>	<u>\$ -0-</u>	<u>\$ 2,482,816</u>

Changes in endowment net assets during the year ended July 31, 2016 are as follows:

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Beginning of the year	\$ 628,193	\$ 1,650,202	\$ -0-	\$ 2,278,395
Contributions	140	12,466	-0-	12,606
Investment income	13,543	267,204	-0-	280,747
Appropriation of endowment assets for expenditure	<u>(15,960)</u>	<u>(72,972)</u>	<u>-0-</u>	<u>(88,932)</u>
End of the year	<u>\$ 625,916</u>	<u>\$ 1,856,900</u>	<u>\$ -0-</u>	<u>\$ 2,482,816</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

NOTES TO FINANCIAL STATEMENTS

Year Ended July 31, 2016

Note 6 – Endowment Funds (continued)

Return objectives and risk parameters:

The Foundation has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowments while seeking to maintain the purchasing power of the endowment assets. The Foundation's spending and investment policies work together to achieve this objective. The investment policy establishes an achievable return objective through the diversification of asset classes. Actual returns in any given year may vary.

Strategies employed for achieving return objectives:

To satisfy its long-term rate-of-return objectives, the Foundation relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Foundation targets a diversified asset allocation that places a greater emphasis on mutual funds and equity-based investments to achieve its long-term objectives within prudent risk parameters.

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

Scholarships, fellowships, and awards are distributed in the amount equal to 90% of the prior three years' average investment income. Additional distributions from accumulated earnings may be made at any time during the fiscal year with the Board's approval.

SUPPLEMENTARY INFORMATION

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Total All Funds	Unrestricted	Board Restricted				
		Operating Fund	Professional Development Fund	General Scholarship/Fellowship/Award Fund	Alumni Research Grant Fund	Members Centennial Scholarship Fund	Lucile Rust Scholarship Fund
Support and revenue							
Designated contributions	\$ 12,606	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Annual mailing	9,905	9,905	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	400	400	-0-	-0-	-0-	-0-	-0-
Investment income	280,747	-0-	1,199	2,857	514	487	340
Total receipts	303,658	10,305	1,199	2,857	514	487	340
Disbursements							
Scholarships, fellowships, and awards	63,949	-0-	375	3,150	2,000	550	-0-
National Council management fee	25,000	25,000	-0-	-0-	-0-	-0-	-0-
Professional fees	3,250	3,250	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	3,807	3,807	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	289	289	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	35	35	-0-	-0-	-0-	-0-	-0-
Total disbursements	96,330	32,381	375	3,150	2,000	550	-0-
Change in fund balance	207,328	(22,076)	824	(293)	(1,486)	(63)	340
Balance – beginning of year	2,286,016	7,621	54,895	131,958	27,878	22,465	15,526
Transfer between funds	-0-	24,983	-0-	-0-	-0-	-0-	-0-
Balance – end of year	\$ 2,493,344	\$ 10,528	\$ 55,719	\$ 131,665	\$ 26,392	\$ 22,402	\$ 15,866

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Board Restricted						
	<u>Genevieve Forthun Scholarship Fund</u>	<u>Past Presidents' Scholarship Fund</u>	<u>Challenge Scholarship Fund</u>	<u>Hazel Hatcher Scholarship Fund</u>	<u>Century Scholarship Fund</u>	<u>Past Chairs/ Directors Scholarship Fund</u>	<u>K. Virginia Siedel Scholarship Fund</u>
Support and revenue							
Designated contributions	\$ -0-	\$ -0-	\$ 50	\$ -0-	\$ 50	\$ -0-	\$ -0-
Annual mailing receipts	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment income	447	450	451	381	447	303	787
Total receipts	<u>447</u>	<u>450</u>	<u>501</u>	<u>381</u>	<u>497</u>	<u>303</u>	<u>787</u>
Disbursements							
Scholarships, fellowships, and awards	-0-	500	500	-0-	500	-0-	900
National Council management fee	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total disbursements	<u>-0-</u>	<u>500</u>	<u>500</u>	<u>-0-</u>	<u>500</u>	<u>-0-</u>	<u>900</u>
Change in fund balance	447	(50)	1	381	(3)	303	(113)
Balance – beginning of year	20,371	20,826	20,796	17,404	20,616	13,813	36,381
Transfer between funds	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>(362)</u>
Balance – end of year	<u>\$ 20,818</u>	<u>\$ 20,776</u>	<u>\$ 20,797</u>	<u>\$ 17,785</u>	<u>\$ 20,613</u>	<u>\$ 14,116</u>	<u>\$ 35,906</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Board Restricted						
	President's Research Fellowship Fund	Diamond Gift Fellowship Fund	Geraldine Clewell Fund	Florence Fallgatter Award Fund	Orinne Johnson Award Fund	Batchel / Holbrook Award Fund	Margaret R. Hollenbeck Scholarship Fund
Support and revenue							
Designated contributions	\$ 40	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Annual mailing receipts	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment income	661	659	1,436	671	196	347	911
Total receipts	<u>701</u>	<u>659</u>	<u>1,436</u>	<u>671</u>	<u>196</u>	<u>347</u>	<u>911</u>
Disbursements							
Scholarships, fellowships, and awards	750	950	2,400	24	-0-	-0-	1,000
National Council management fee	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total disbursements	<u>750</u>	<u>950</u>	<u>2,400</u>	<u>24</u>	<u>-0-</u>	<u>-0-</u>	<u>1,000</u>
Change in fund balance	(49)	(291)	(964)	647	196	347	(89)
Balance – beginning of year	30,511	30,526	66,725	30,641	8,951	15,852	42,056
Transfer between funds	<u>(305)</u>	<u>(302)</u>	<u>(657)</u>	<u>(313)</u>	<u>-0-</u>	<u>-0-</u>	<u>(420)</u>
Balance – end of year	<u>\$ 30,157</u>	<u>\$ 29,933</u>	<u>\$ 65,104</u>	<u>\$ 30,975</u>	<u>\$ 9,147</u>	<u>\$ 16,199</u>	<u>\$ 41,547</u>

See independent auditor's report

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Temporarily Restricted						
	Martha C. Jenkins Scholarship Fund	Treva Kintner Scholarship Fund	Mary W. Franken Scholarship Fund	L. Schoephoerster Scholarship Fund	Closs / Parnitzke / Clarke Scholarship Fund	Tommie J. Hamner Scholarship Fund	Sutherland / Purdy Scholarship Fund
Support and revenue							
Designated contributions	\$ 1,000	\$ -0-	\$ 266	\$ 1,349	\$ 100	\$ 100	\$ -0-
Annual mailing receipts	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment income	864	805	230	1,972	535	410	336
Total receipts	<u>1,864</u>	<u>805</u>	<u>496</u>	<u>3,321</u>	<u>635</u>	<u>510</u>	<u>336</u>
Disbursements							
Scholarships, fellowships, and awards	950	950	500	2,000	600	450	-0-
National Council management fee	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total disbursements	<u>950</u>	<u>950</u>	<u>500</u>	<u>2,000</u>	<u>600</u>	<u>450</u>	<u>-0-</u>
Change in fund balance	914	(145)	(4)	1,321	35	60	336
Balance – beginning of year	39,381	37,237	10,654	90,322	24,662	18,908	15,308
Transfer between funds	<u>(403)</u>	<u>(371)</u>	<u>-0-</u>	<u>(917)</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Balance – end of year	<u>\$ 39,892</u>	<u>\$ 36,721</u>	<u>\$ 10,650</u>	<u>\$ 90,726</u>	<u>\$ 24,697</u>	<u>\$ 18,968</u>	<u>\$ 15,644</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Temporarily Restricted						
	Nell B. Robinson Scholarship Fund	S. Penny Chappell Scholarship Fund	Margaret Jerome Sampson Scholarship Fund	Jackman Scholarship Fund	Sarah Pearce Sanders Scholarship Fund	Susan Rickards Scholarship Fund	Marty Bickett Frost Fund
Support and revenue							
Designated contributions	\$ 1,000	\$ -0-	\$ -0-	\$ 500	\$ -0-	\$ 750	\$ 2,500
Annual mailing receipts	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment income	383	375	239,545	486	841	541	370
Total receipts	<u>1,383</u>	<u>375</u>	<u>239,545</u>	<u>986</u>	<u>841</u>	<u>1,291</u>	<u>2,870</u>
Disbursements							
Scholarships, fellowships, and awards	1,000	-0-	28,000	500	1,000	750	-0-
National Council management fee	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total disbursements	<u>1,000</u>	<u>-0-</u>	<u>28,000</u>	<u>500</u>	<u>1,000</u>	<u>750</u>	<u>-0-</u>
Change in fund balance	383	375	211,545	486	(159)	541	2,870
Balance – beginning of year	17,482	17,118	679,647	22,188	38,863	24,687	15,632
Transfer between funds	<u>-0-</u>	<u>-0-</u>	<u>(13,369)</u>	<u>-0-</u>	<u>(387)</u>	<u>(252)</u>	<u>-0-</u>
Balance – end of year	<u>\$ 17,865</u>	<u>\$ 17,493</u>	<u>\$ 877,823</u>	<u>\$ 22,674</u>	<u>\$ 38,317</u>	<u>\$ 24,976</u>	<u>\$ 18,502</u>

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Temporarily Restricted						
	Phyllis Howe Fund	Delores M. Kluckman Scholarship Fund	Jean Dickerscheid Fellowship Fund	Margaret Drew Alpha Fellowship Fund	Karen P. Goebel Award Fund	Louise A. Young Award Fund	Shirley Noah Chase Award Fund
Support and revenue							
Designated contributions	\$ -0-	\$ 2,000	\$ -0-	\$ 1,200	\$ 1,500	\$ -0-	\$ 99
Annual mailing receipts	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Investment income	15,461	495	483	495	274	1,391	135
Total receipts	15,461	2,495	483	1,695	1,774	1,391	234
Disbursements							
Scholarships, fellowships, and awards	12,000	500	-0-	-0-	-0-	-0-	250
National Council management fee	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total disbursements	12,000	500	-0-	-0-	-0-	-0-	250
Change in fund balance	3,461	1,995	483	1,695	1,774	1,391	(16)
Balance – beginning of year	414,951	21,847	22,034	21,991	11,748	63,476	6,247
Transfer between funds	(6,276)	-0-	-0-	-0-	-0-	(649)	-0-
Balance – end of year	\$ 412,136	\$ 23,842	\$ 22,517	\$ 23,686	\$ 13,522	\$ 64,218	\$ 6,231

PHI UPSILON OMICRON EDUCATIONAL FOUNDATION, INC

SCHEDULE OF FUND ACTIVITY – MODIFIED CASH BASIS

Year Ended July 31, 2016

	Temporarily Restricted		
	Sarah T. Phillips Award Fund	Janice M. Bullock Award Fund	Lynne White Scheider Award Fund
Support and revenue			
Designated contributions	\$ -0-	\$ 39	\$ 63
Annual mailing receipts	-0-	-0-	-0-
Undesignated contribution	-0-	-0-	-0-
Investment income	411	192	173
Total receipts	411	231	236
Disbursements			
Scholarships, fellowships, and awards	400	250	250
National Council management fee	-0-	-0-	-0-
Professional fees	-0-	-0-	-0-
Meetings and receptions	-0-	-0-	-0-
Postage, printing, and office expense	-0-	-0-	-0-
Insurance and licenses	-0-	-0-	-0-
Total disbursements	400	250	250
Change in fund balance	11	(19)	(14)
Balance – beginning of year	18,945	8,888	7,988
Transfer between funds	-0-	-0-	-0-
Balance – end of year	\$ 18,956	\$ 8,869	\$ 7,974