Domestic Violence Project, Inc.
d/b/a SafeHouse Center

Annual Financial Statements
and Independent Auditors' Report

September 30, 2013

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YEO & YEO

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Independent Auditors' Report

To the Board of Directors
Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Ann Arbor, Michigan

Report on the Financial Statements

We have audited the accompanying financial statements of Domestic Violence Project, Inc. d/b/a SafeHouse Center, which comprise the balance sheet as of September 30, 2013, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements. The financial statements of Domestic Violence Project, Inc. d/b/a SafeHouse Center as of September 30, 2012, and for the year then ended, were audited by other auditors whose report dated February 28, 2013 expressed an unmodified opinion on those 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. 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 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 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 Domestic Violence Project, Inc. d/b/a SafeHouse Center as of September 30, 2013, 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 Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 5, 2014 on our consideration of Domestic Violence Project, Inc. d/b/a SafeHouse Center's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Domestic Violence Project, Inc. d/b/a SafeHouse Center's internal control over financial reporting and compliance.

Yeo & Yeo, P.C.

Ann Arbor, Michigan

February 5, 2014

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Balance Sheet
September 30, 2013 and 2012

	2013	2012
Assets		
Current assets		
Cash and cash equivalents	**$ 540,547**	$ 536,895
Receivables		
Grant billing receivable and unbilled grant costs	**149,640**	180,799
Promises to give	**69,251**	71,275
Other receivables	**2,330**	3,840
Prepaid expenses	**23,540**	28,188
Total current assets	**785,308**	820,997
Beneficial interest in the assets of the Ann Arbor Area Community Foundation	**210,023**	190,504
Property and equipment, net	**58,130**	64,289
Donated use of Building	**3,100,427**	3,132,096
Total assets	**$ 4,153,888**	$ 4,207,886
Liabilities and Net Assets		
Current liabilities		
Accounts payable	**$ 14,756**	$ 14,526
Accrued payroll and withholdings	**29,051**	24,165
Accrued compensated absences	**30,226**	33,444
Total current liabilities	**74,033**	72,135
Due to funders	**264,005**	270,587
Total liabilities	**338,038**	**342,722**
Net assets		
Unrestricted	**373,972**	414,177
Temporarily restricted	**3,313,730**	3,322,839
Permanently restricted	**128,148**	128,148
Total net assets	**3,815,850**	3,865,164
Total liabilities and net assets	**$ 4,153,888**	$ 4,207,886

See Accompanying Notes To Financial Statements

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Activities and Changes in Net Assets
For the Years Ended September 30, 2013 and 2012

	September 30, 2013				September 30, 2012			
	Unrestricted	Temporarily Restricted	Permanently Restricted	2013	Unrestricted	Temporarily Restricted	Permanently Restricted	2012
Revenue and Support								
Contributions	$ 573,435	$ 164,889	$ -	$ 738,324	$ 555,114	$ 119,802	$ -	$ 674,916
In-kind donations	188,553	-	-	188,553	167,724	-	-	167,724
Government grants	819,004	-	-	819,004	827,726	-	-	827,726
Special event revenue, net	12,091	-	-	12,091	14,904	-	-	14,904
Change in beneficial interest	846	18,775	-	19,621	617	21,897	-	22,514
Interest income	829	-	-	829	1,235	-	-	1,235
Loss on disposal of fixed assets	-	-	-	-	(394)	-	-	(394)
Rental income	55,811	-	-	55,811	38,837	-	-	38,837
Miscellaneous income	13,605	-	-	13,605	11,455	-	-	11,455
Total revenue and support	1,664,174	183,664	-	1,847,838	1,617,218	141,699	-	1,758,917
Net assets released from restrictions	192,773	(192,773)	-	-	175,239	(175,239)	-	-
Total revenue, support and net assets released from restrictions	1,856,947	(9,109)	-	1,847,838	1,792,457	(33,540)	-	1,758,917
Expenses								
Program services	1,466,992	-	-	1,466,992	1,401,860	-	-	1,401,860
Support services								
Management and general	243,419	-	-	243,419	225,420	-	-	225,420
Fundraising	186,741	-	-	186,741	182,465	-	-	182,465
Total expenses	1,897,152	-	-	1,897,152	1,809,745	-	-	1,809,745
Change in net assets	(40,205)	(9,109)	-	(49,314)	(17,288)	(33,540)	-	(50,828)
Net assets - beginning of the year	414,177	3,322,839	128,148	3,865,164	431,465	3,356,379	128,148	3,915,992
Net assets - end of the year	$ 373,972	$ 3,313,730	$ 128,148	$ 3,815,850	$ 414,177	$ 3,322,839	$ 128,148	$ 3,865,164

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Functional Expenses
For the Years Ended September 30, 2013 and 2012

	Program Services	Management and General	Fundraising	**2013**	Program Services	Management and General	Fundraising	2012
Salaries and wages	$ 717,632	$ 144,879	$ 123,101	**$ 985,612**	$ 676,878	$ 134,265	$ 114,819	$ 925,962
Employee benefits	97,834	16,366	12,176	**126,376**	95,117	16,997	12,043	124,157
Payroll taxes	60,776	12,271	10,426	**83,473**	59,263	10,041	8,653	77,957
Total payroll expenses	876,242	173,516	145,703	**1,195,461**	831,258	161,303	135,515	1,128,076
Specific assistance to individuals	87,020	-	-	**87,020**	62,543	-	-	62,543
Accounting fees	-	30,146	-	**30,146**	-	26,179	-	26,179
Office expenses	67,163	7,844	14,678	**89,685**	66,041	5,158	12,117	83,316
Occupancy	361,584	5,456	2,728	**369,768**	356,336	5,352	2,676	364,364
Information technology	1,256	94	94	**1,444**	1,400	105	105	1,610
Travel	10,325	1,098	422	**11,845**	6,777	1,165	588	8,530
Conferences and meetings	8,206	-	-	**8,206**	4,306	-	-	4,306
Interest	-	14,454	-	**14,454**	-	14,836	-	14,836
Depreciation	10,266	558	335	**11,159**	10,220	670	670	11,560
Insurance	22,754	1,409	926	**25,089**	21,888	1,333	874	24,095
Special events	-	-	8,296	**8,296**	-	-	12,986	12,986
Other professional fees	18,856	500	10,937	**30,293**	31,248	-	18,125	49,373
Advertising and promotion	2,477	-	18,805	**21,282**	8,397	-	11,884	20,281
Bad debt	-	8,344	-	**8,344**	-	8,829	-	8,829
Miscellaneous	843	-	1,350	**2,193**	1,446	490	412	2,348
Less special event expenses	-	-	(17,533)	**(17,533)**	-	-	(13,487)	(13,487)
Total expenses	$ 1,466,992	$ 243,419	$ 186,741	**$ 1,897,152**	$ 1,401,860	$ 225,420	$ 182,465	$ 1,809,745

Domestic Violence Project, Inc.
d/b/a SafeHouse Center
Statement of Cash Flows
For the Years Ended September 30, 2013 and 2012

	2013	2012
Cash flows from operating activities:		
Change in net assets	**$ (49,314)**	$ (50,828)
Adjustments to reconcile change in net assets to net cash provided by operations:		
Depreciation	**11,159**	11,560
Loss on sale of property and equipment	**-**	394
Bad debt expense	**8,344**	8,829
Amortization of present value discount on donated use of building	**31,669**	30,588
Change in beneficial interest in assets of the Ann Arbor Community Foundation	**(19,519)**	(22,514)
Increase (decrease) in:		
Grant billing receivable and unbilled grant costs	**31,159**	89,790
Unconditional promises to give	**(6,320)**	11,622
Other receivable	**1,510**	-
Prepaid expenses and other current assets	**4,648**	(6,668)
Accrued rent receivable	**-**	1,350
Accounts payable	**230**	509
Accrued liabilities and other	**1,668**	147
Net cash provided by operations	**15,234**	74,779
Cash flows from investing activities:		
Additions to property and equipment	**(5,000)**	-
Cash flow from financing activities		
Due to funders	**(6,582)**	(6,200)
Net change in cash and cash equivalents	**3,652**	68,579
Cash and cash equivalents, beginning of the year	**536,895**	468,316
Cash and cash equivalents, end of the year	**$ 540,547**	$ 536,895

See Accompanying Notes To Financial Statements

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Domestic Violence Project, Inc. ("SafeHouse Center" or "the Organization") is a Michigan non-profit organization based in Ann Arbor, Michigan, which provides services to survivors of domestic violence and sexual assault who live or work in Washtenaw County, Michigan. Services include a 24-hour crisis line, emergency shelter for survivors of domestic violence and their children, counseling and support groups, legal advocacy, referrals and accompaniment, children's services, post residential support, referral for counseling and education, alcohol and other drug information and assessment, and assistance in finding housing, employment and transportation. SafeHouse Center is funded by various grants from federal, state, local and community agencies, as well as contributions from the general public.

Basis of Accounting

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

Financial Statement Presentation

Net assets of the SafeHouse Center, and changes therein, are classified and reported as follows:

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

Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time.

Permanently restricted net assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of temporary restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as net assets released from restrictions.

Contributions

Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received, measured at fair value.

Contributions without donor-imposed restrictions and contributions with donor-imposed time or purpose restrictions that are met in the same period as the gift are both reported as unrestricted support. Other restricted gifts are reported as restricted support and temporarily or permanently restricted net assets.

Grants

Grant revenue determined to be exchange transactions is recognized as services are provided. Grant revenue received in excess of that earned is recorded as deferred revenue.

Management has determined that grant billings receivable are fully collectible and has not recorded an allowance for doubtful accounts.

Approximately 44% and 47% of the Organization's revenue for the years ended September 30, 2013 and 2012, respectively is from grants passed through various organizations. Of the total grant revenue, approximately 53% and 54% is passed through the Michigan Department of Human Services and Michigan Department of Community Health for the years ended September 30, 2013 and 2012, respectively.

Cash and Cash Equivalents

The Safehouse Center considers all highly liquid investments purchased with maturity of three months or less to be cash equivalents. The carrying amount of the Safehouse Center's deposits with financial institutions at year end was $540,547. The actual bank balance amounted to $555,279, all of which was insured by the FDIC.

Accounts Receivable

The SafeHouse Center uses the allowance method for accounting for doubtful accounts. Management regularly reviews the collection history of its receivables balances with particular attention given to those amounts greater than 90 days old. Based on management's review, no allowance was deemed necessary as of September 30, 2013 and 2012.

Property and Equipment

Property and equipment are stated at cost or fair market value at the date received and are depreciated on a straight-line basis over their estimated useful lives of 5 to 10 years. Costs of maintenance and repairs are charged to expense when incurred.

The Organization reports gifts of property and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of property and equipment 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 property and equipment are reported as restricted support. Absent explicit donor stipulations about how long the property and equipment must be maintained, the Organization reports expirations of donor restrictions over time based on an estimate of useful lives of the donated or acquired property and equipment.

Functional Expenses

The allocation of expenses to the functional programs and management and general and fundraising categories was computed using allocation percentages. The percentages were computed using time study data and building square footage.

Income Tax Status

The SafeHouse Center is qualified as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code, and is classified as an organization other than a private foundation, as described in Section 509(a).

The SafeHouse Center files information returns in the U.S Federal and Michigan jurisdiction. The statute of limitations is generally three years for federal returns and four years for Michigan returns.

Use of Estimates

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

Subsequent Events

Management has evaluated subsequent events through February 5, 2014 which is the date the financial statements were available to be issued.

NOTE 2 – UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give as of September 30 consist of the following:

	2013	2012
United Way allocation and time restrictions	$ 74,176	$ 76,220
Discount to net present value (6 percent in 2013 and 2012)	(2,101)	(1,997)
Allowance for uncollectible promises to give	(2,824)	(2,948)
Net promises to give	$ 69,251	$ 71,275

Amounts due in:	
2014	$ 47,551
2015	15,508
2016	11,117
Total	$ 74,176

NOTE 3 – PROPERTY AND EQUIPMENT

Property and equipment as of September 30 consist of the following:

	2013	2012
Computer and office equipment	$ 23,080	$ 23,080
Leasehold improvements	89,640	84,640
Total cost	112,720	107,720
Accumulated depreciation	(54,590)	(43,431)
Net property and equipment	$ 58,130	$ 64,289

Depreciation expense was $11,159 and $11,560 for the years ended September 30, 2013 and 2012, respectively.

NOTE 4 – OPERATING LEASES

SafeHouse Center leases its office space for $1 per year from the County of Washtenaw under an agreement expiring in 2045. The related promise to give (at net present value) and in-kind rent income and expense have been reflected in the financial statements based on the fair rental value if the property of $218,733 per year.

SafeHouse also has various leases for equipment that are classified as operating leases. The following table is the future minimum payment schedule:

2014	$	3,288
2015		2,496
2016		1,040
Total	$	6,824

Total rent expense on these leases for 2013 and 2012 was approximately $2,248 and $7,389, respectively.

NOTE 5 – MINIMUM FUTURE RENTALS

SafeHouse Center subleases a portion of its leased property under certain operating leases having initial or remaining noncancelable lease terms in excess of one year.

Minimum future rentals to be received on noncancelable leases as of September 30, 2013 for each of the next five years and in the aggregate are:

2014	$ 45,428
2015	33,025
2016	26,701
2017	22,251
Total	$ 127,405

NOTE 6 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted assets are available for the following purposes at September 30:

	2013	2012
Purpose restricted:		
Health clinic	$ 1,253	$ 1,253
Fresh Start	9,611	15,841
Programs for children	5,035	7,549
Programs for older women	89,242	73,289
Shelter security	105	105
Shelter staffing	-	7,180
Other programs	38,806	14,251
Time restricted:		
United Way allocation	33,834	34,113
Promises to give	35,417	37,162
Long-term building lease	3,100,427	3,132,096
Total temporarily restricted net assets	$ 3,313,730	$ 3,322,839

NOTE 7 – AMOUNTS OWED TO FUNDERS

SafeHouse Center and the Michigan Department of Human Services (DHS) signed a settlement agreement and release on November 28, 2007 regarding an appeal for unallowable questioned costs in audits for the years 2000 – 2003.

Safehouse Center agreed to pay DHS $483,856 no later than calendar year 2033. No payment schedule is specified. Interest and penalties are due only is assessed by a federal agency and are not waived.

Management has established a projected payment schedule of $250 per month starting in October 2008 and then $1,753 per month starting in February 2010 and ending in December 2032. The present value of the projected future payment stream (with interest assumed at 6 percent) is recorded as a liability.

The expected management established future principal payments for each of the five years following fiscal year 2013 are as follows:

2014	$ 6,988
2015	7,419
2016	7,876
2017	8,362
2018	8,878
Thereafter	197,775
Total	$ 237,298

The Organization also has a $26,707 liability recorded for amounts due to other funders. Payment dates are not specified.

NOTE 8 – COMMUNITY FOUNDATION

In 2003, the Organization transferred $123,440 to the Ann Arbor Area Community Foundation (AAACF) for the Shirley Trout/SafeHouse Center Fund for Women, and $4,708 to establish the SafeHouse Center Endowment Fund. AAACF holds and manages the funds transferred. In accordance with ASC 95-605-25, transfers of Assets to a Not-for-Profit Organization or Charitable Trust that Raises of Holds Contributions for Others, the fair market value of these funds, as reflected in the financial statements is $210,023 and $190,504 at September 30, 2013 and 2012, respectively. There were no contributions received by the Organization in 2013 and 2012.

In addition, certain funds donated by outside donors for the benefit of the Organization are held and managed by AAACF. Such contribution are subject to variance power maintained by AAACF. The fair market value of these funds is $19,728 and $17,219 at September 30, 2013 and 2012, respectively. Earnings are available for distribution to the Organization for operations at the discretion of AAACF; therefore, interest and principal balances are not reflected in the financial statements.

NOTE 9 – IN-KIND DONATIONS

Donated items received by the Organization and used in its programs have been reflected in the financial statements at their estimated fair values. Approximately $188,553 and $167,724 of donated goods and services were recognized as revenue for the years ended September 30, 2013 and 2012, respectively.

The Organization received volunteer services that are not recordable under generally accepted accounting principles. The value of the volunteer services is not disclosed, as no objective basis is available to measure the value of such services.

NOTE 10 – FAIR VALUE MEASUREMENTS

Fair value is defined as the amount that would be received from the sale of an asset or paid for the transfer of a liability in an orderly transaction between market participants, i.e. an exit price. To estimate an exit price, a three-tier hierarchy is used to prioritize the inputs:

Level 1: Quoted prices in active markets for identical securities.

Level 2: Other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment spreads, credit risk, etc).

Level 3: Significant unobservable inputs (including the Organization’s own assumptions in determining the fair value of investments).

The inputs and methodology used for valuing the SafeHouse Center’s financial assets and liabilities are not indicators of the risks associated with those instruments.

The Organization measures the beneficial interest funds held at the AAACF at fair value on a recurring basis. The fair value of the beneficial interest was determined primarily based on Level 3 inputs. The Organization estimates the fair value of these investments based upon the Organization’s relative share of assets held and reported by the AAACF, unless the facts and circumstances indicate the fair value would be different from the present value of the estimated future distributions.

Changes in Level 3 assets measured at fair value on a recurring basis for the year ended September 30 are as follows:

	Fair Value Measurements using: Beneficial Interest in Community Foundation Endowment (Level 3)	
Balance at September 30, 2011	$	167,990
Change in value of funds held by others		22,514
Balance at September 30, 2012		190,504
Change in value of funds held by others		19,519
Balance at September 30, 2013	$	210,023

NOTE 11 – DONOR AND BOARD RESTRICTED ENDOWMENTS

The SafeHouse Center's endowment both donor-restricted endowment funds and funds designated by the board of trustees to function as endowments. Net assets associated with endowment funds, including funds designated by the board of trustees to function as endowments, are classified based on those donor-imposed restrictions.

Interpretation of Relevant Law

The board of directors of the SafeHouse Center has interpreted the Uniform Prudent Management of Institutional Funds Act (UPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the SafeHouse Center classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as unrestricted net assets unless otherwise specified by the donor. In accordance with UPMIFA, the organization exercises the standard of ordinary business care and prudence when determining the amount of earnings and gains to appropriate for expenditure of to accumulate within the endowment fund. The SafeHouse Center considers the following factors in exercising this standard of care: (1) The long-term and short-term needs of the organization in carrying out its charitable purpose; (2) The present and anticipated financial requirements of the organization; (3) The expected total return on investments (4) Price level trends; and (5) General economic conditions.

The endowment net asset composition by type of fund as of September 30, 2013 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	$ -	$ 74,385	$ 128,148	$ 202,533
Board-designated endowment funds	7,490	-	-	7,490
Total funds	$ 7,490	$ 74,385	$ 128,148	$ 210,023

Changes in endowment net assets for the year ended September 30, 2013 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning of year	$ 6,746	$ 55,610	$ 128,148	$ 190,504
Investment income	744	18,775	-	19,519
End of year	$ 7,490	$ 74,385	$ 128,148	$ 210,023

The endowment net asset composition by type of fund as of September 30, 2012 is as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted endowment funds	$ -	$ 55,610	$ 128,148	$ 183,758
Board-designated endowment funds	6,746	-	-	6,746
Total funds	$ 6,746	$ 55,610	$ 128,148	$ 190,504

The changes in endowment net assets for the year ended September 30, 2012 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning of year	$ -	$ 39,842	$ 128,148	$ 167,990
Investment income	617	21,897	-	22,514
Reclassification	6,129	(6,129)	-	-
End of year	$ 6,746	$ 55,610	$ 128,148	$ 190,504

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. The funds are held in beneficial interest at the Ann Arbor Area Community Foundation (AAACF) and are invested following AAACF's investment policy.

Spending Policy and How the Investment Objectives Relate to Spending Policy

The endowment funds are subject to the investment and distribution policies of AAACF. The Organization determines annually whether it will accept the distribution designated by AAACF or ask that it be reinvested for growth.