



Cary, North Carolina

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2018 AND 2017

CONTENTS

	<u>PAGES</u>
Independent Auditor's Report	2-3
Exhibits:	
"A" Statements of Financial Position	4
"B" Statements of Activities and Changes in Net Assets	5-6
"C" Statements of Cash Flows	7
Notes to Financial Statements	8-25
Additional Information	26
Schedule:	
"1" Schedules of Functional Expenses	27-28

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INDEPENDENT AUDITOR'S REPORT

Page 1 of 2

Board of Directors
The V Foundation
Cary, North Carolina

Report on the Financial Statements

We have audited the accompanying financial statements of The V Foundation (a nonprofit organization), which comprise the statements of financial position as of September 30, 2018 and 2017, and the related statements of activities and changes in net assets and cash flows for the years 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the 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.

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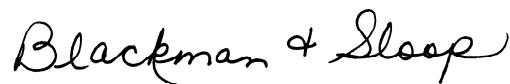
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The V Foundation as of September 30, 2018 and 2017, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules of functional expenses on pages 27-28 are 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.

A handwritten signature in cursive script that reads "Blackman & Sloop".

Chapel Hill, North Carolina
February 13, 2019

THE V FOUNDATION

STATEMENTS OF FINANCIAL POSITION

EXHIBIT A

September 30, 2018 and 2017

ASSETS

	<u>2018</u>	<u>2017</u>
CURRENT ASSETS:		
Cash and equivalents	\$ 29,318,161	\$ 30,856,127
Accounts receivable	726,562	79,059
Accounts receivable - Don't Ever Give Up	40,875	138,291
Promises to give, net	2,920,617	2,055,315
Grants receivable	1,300,000	2,750,000
Grants receivable - Don't Ever Give Up	-	1,276,300
Interest receivable	17,671	-
Prepaid expenses	63,863	18,914
TOTAL CURRENT ASSETS	<u>34,387,749</u>	<u>37,174,006</u>
PROPERTY AND EQUIPMENT, NET	<u>1,857,071</u>	<u>1,914,991</u>
OTHER ASSETS:		
Investments	31,495,893	30,045,431
Assets held under deferred compensation plan	40,364	-
Promises to give, net	6,473,055	2,364,856
Intangible assets	50,000	50,000
TOTAL OTHER ASSETS	<u>38,059,312</u>	<u>32,460,287</u>
TOTAL ASSETS	<u>\$ 74,304,132</u>	<u>\$ 71,549,284</u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 193,986	\$ 115,737
Accrued payroll and related liabilities	142,708	136,899
Due to Don't Ever Give Up	133,700	155,755
Line of credit	-	1,800,000
Grants payable	19,562,109	19,686,310
TOTAL CURRENT LIABILITIES	<u>20,032,503</u>	<u>21,894,701</u>
LONG-TERM LIABILITIES:		
Grants payable, net	15,142,729	14,836,445
TOTAL LIABILITIES	<u>35,175,232</u>	<u>36,731,146</u>
NET ASSETS:		
Unrestricted:		
Board designated	23,303,081	16,591,647
Undesignated	(8,953,473)	(9,803,941)
	14,349,608	6,787,706
Temporarily restricted	12,640,971	15,916,230
Permanently restricted	12,138,321	12,114,202
TOTAL NET ASSETS	<u>39,128,900</u>	<u>34,818,138</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 74,304,132</u>	<u>\$ 71,549,284</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

THE V FOUNDATION

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

EXHIBIT B

For the Years Ended September 30, 2018 and 2017

Page 1 of 2

	2018			2017
	Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
SUPPORT AND REVENUE:				
Contributions and gifts	\$ 17,188,475	\$ 16,025,419	\$ 23,119	\$ 33,237,013
Special events, net	-	-	-	86,500
Royalties	128,904	-	-	120,968
Investment income, net of fees	692,384	286,897	-	747,469
Unrealized (losses) gains on investments	(2,357,769)	(1,174,005)	-	1,334,117
Realized gains on investments	3,735,205	1,859,871	-	563,025
Rental Income	24,000	-	-	24,000
	19,411,199	16,998,182	23,119	30,439,590
Net assets released from restrictions	18,973,906	(18,973,906)	-	-
TOTAL SUPPORT AND REVENUE	38,385,105	(1,975,724)	23,119	30,439,590
EXPENSES:				
Program services	28,027,331	-	-	24,940,972
Supporting services:				
Management and general	1,130,119	-	-	1,149,072
Fundraising expenses	1,667,173	-	-	1,435,487
Total supporting services	2,797,292	-	-	2,584,559
SUBTOTAL EXPENSES	30,824,623	-	-	27,525,531
Loss (recovery) from bad debts	(1,420)	1,299,535	(1,000)	151,077
TOTAL EXPENSES	30,823,203	1,299,535	(1,000)	27,676,608
CHANGES IN NET ASSETS	7,561,902	(3,275,259)	24,119	2,762,982
NET ASSETS - BEGINNING OF YEAR	6,787,706	15,916,230	12,114,202	32,055,156
NET ASSETS - END OF YEAR	\$ 14,349,608	\$ 12,640,971	\$ 12,138,321	\$ 34,818,138

The accompanying Notes to Financial Statements are an integral part of these statements.

THE V FOUNDATION

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

EXHIBIT B

For the Years Ended September 30, 2018 and 2017

Page 2 of 2

	2017			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Totals
SUPPORT AND REVENUE:				
Contributions and gifts	\$ 12,270,973	\$ 15,273,690	\$ 18,848	\$ 27,563,511
Special events:				
Contributions	58,000	-	-	58,000
Event income	86,500	-	-	86,500
Less: costs of direct benefits to donors	(58,000)	-	-	(58,000)
Net revenues from special events	86,500	-	-	86,500
Royalties	120,968	-	-	120,968
Investment income, net of fees	467,568	279,901	-	747,469
Unrealized gains on investments	835,830	498,287	-	1,334,117
Realized gains on investments	342,744	220,281	-	563,025
Rental Income	24,000	-	-	24,000
	14,148,583	16,272,159	18,848	30,439,590
Net assets released from restrictions	9,689,296	(9,689,296)	-	-
TOTAL SUPPORT AND REVENUE	23,837,879	6,582,863	18,848	30,439,590
EXPENSES:				
Program services	24,940,972	-	-	24,940,972
Supporting services:				
Management and general	1,149,072	-	-	1,149,072
Fundraising expenses	1,435,487	-	-	1,435,487
Total supporting services	2,584,559	-	-	2,584,559
SUBTOTAL EXPENSES	27,525,531	-	-	27,525,531
Loss (recovery) from bad debts	(407)	65,235	86,249	151,077
TOTAL EXPENSES	27,525,124	65,235	86,249	27,676,608
CHANGES IN NET ASSETS	(3,687,245)	6,517,628	(67,401)	2,762,982
NET ASSETS - BEGINNING OF YEAR (AS RESTATED)	10,474,951	9,398,602	12,181,603	32,055,156
NET ASSETS - END OF YEAR	\$ 6,787,706	\$ 15,916,230	\$ 12,114,202	\$ 34,818,138

The accompanying Notes to Financial Statements are an integral part of these statements.

THE V FOUNDATION

STATEMENTS OF CASH FLOWS

EXHIBIT C

For the Years Ended September 30, 2018 and 2017

	2018	2017
CASH FLOWS FROM OPERATING ACTIVITIES:		
Changes in net assets	\$ 4,310,762	\$ 2,762,982
Adjustments to reconcile changes in net assets to net cash (used in) provided by operating activities:		
Depreciation	91,852	90,550
Unrealized loss (gain) on investments	3,531,774	(1,334,117)
Realized gain on investments	(5,595,076)	(563,025)
Permanently restricted contributions	(23,119)	(18,848)
Increase (decrease) in cash arising from changes in assets and liabilities:		
Accounts receivable	(647,503)	20,941
Accounts receivable - Don't Ever Give Up	97,416	(92,243)
Promises to give, net	(4,993,501)	583,783
Grants receivable, net	1,450,000	166,314
Grants receivable - Don't Ever Give Up	1,276,300	(481,114)
Interest receivable	(17,671)	-
Prepaid expenses	(44,949)	69,019
Assets held under deferred compensation plan	(40,364)	-
Other assets	-	20,150
Accounts payable and accrued expenses	78,249	(5,121)
Accrued payroll and related liabilities	5,809	37,660
Due to Don't Ever Give Up	(22,055)	121,628
Grants payable, net	182,083	2,715,901
NET CASH (USED IN) PROVIDED BY OPERATING ACTIVITIES	(359,993)	4,094,460
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property and equipment	(33,932)	(107,199)
Purchases of investments	(36,612,249)	(10,900,141)
Sales of investments	37,225,089	10,995,932
NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	578,908	(11,408)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payment on line of credit	(1,800,000)	-
Collections on endowment promises to give	20,000	38,800
Permanently restricted contributions	23,119	18,848
NET CASH (USED IN) PROVIDED BY FINANCING ACTIVITIES	(1,756,881)	57,648
NET (DECREASE) INCREASE IN CASH AND EQUIVALENTS	(1,537,966)	4,140,700
CASH AND EQUIVALENTS - BEGINNING OF YEAR	30,856,127	26,715,427
CASH AND EQUIVALENTS - END OF YEAR	\$ 29,318,161	\$ 30,856,127
SUPPLEMENTAL DISCLOSURE:		
Noncash contributions:		
Donated securities	\$ 788,468	\$ 2,168,824
Donated services	\$ 22,468	\$ -
Donated raffle item	\$ -	\$ 58,000

The accompanying Notes to Financial Statements are an integral part of these statements.

THE V FOUNDATION**NOTES TO FINANCIAL STATEMENTS**

Page 1 of 18

NATURE OF ACTIVITIES

The V Foundation (the “Foundation”) was incorporated on February 12, 1993, as a nonprofit charitable organization dedicated to saving lives by helping to find a cure for cancer. The Foundation’s mission is to generate broad based support for cancer research and create an urgent awareness among all Americans of the importance of the war against cancer. The Foundation accomplishes its mission through advocacy, education, fundraising, and philanthropy.

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES**A. Basis of Accounting.**

The Foundation’s financial statements are presented on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”). Accordingly, revenues and support are recognized when earned, and expenses are recognized when the obligation is incurred.

The Foundation reports gifts of cash and other assets as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets. 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 and changes in net assets as net assets released from restrictions. Permanently restricted contributions represent only those contributions restricted by the donor to be invested in perpetuity for the purpose of providing a permanent source of income. The accumulated earnings are reflected in temporarily restricted net assets until appropriated.

B. Cash and Equivalents.

Cash and equivalents consist of monies on deposit at financial institutions and other highly liquid investments with maturities of three months or less excluding monies maintained in the endowment investment fund. At times, the Foundation places deposits with high-quality financial institutions that may be in excess of federally insured amounts. The Foundation has not experienced any financial loss related to such deposits.

C. Accounts Receivable.

Accounts receivable consist of receivables held with the specific purpose of promoting and publicizing the Foundation and are carried at their net realizable value. The Foundation provides an allowance for doubtful accounts equal to the estimated losses that are expected to be incurred in their collection. The allowance is based on historical collection experience and a review by management of the current status of the existing receivables. As of September 30, 2018 and 2017, all accounts receivable were deemed collectible by management.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 2 of 18

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES (CONTINUED)

D. Promises to Give and Grants Receivable.

Unconditional promises to give and grants receivable are recognized as support and assets in the period received. Unconditional promises to give and grants receivable that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give and grants receivable that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The Foundation provides an allowance for doubtful accounts equal to the estimated losses that are expected to be incurred in their collection. The allowance is based on historical collection experience and a review by management of the current status of the existing promises to give and grants receivable.

Conditional promises to give and grants receivable are recognized when the conditions on which they depend are substantially met.

E. Property and Equipment.

Property and equipment are stated at cost for purchased assets and at fair value on the date of the gift for donated assets. Property and equipment are capitalized if the life is expected to be greater than one year and if the cost exceeds \$1,000. Depreciation is calculated using the straight-line method over estimated useful lives of the assets, which range from three to thirty-nine years. Depreciation expense totaled \$91,852 and \$90,550, for the years ended September 30, 2018 and 2017, respectively.

The Foundation reports gifts of land, buildings, and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts 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 about how long those long-lived assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 3 of 18

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES (CONTINUED)

F. Investments.

Investments in marketable securities and non-publicly traded companies are stated at fair value based on readily available published values. Donated securities are recorded at their fair value at the date of gift.

G. Intangible Assets.

Intangible assets are capitalized and stated at cost in accordance with U.S. GAAP. The assets have indefinite lives and are reviewed annually for impairment.

H. Grant Expenditures.

Grant expenditures and the corresponding grants payable are recognized in the period the grant is approved, provided the grant is not subject to significant future conditions. Conditional grants are recognized as grant expense and as a grant payable in the period in which the grantee meets the terms of the conditions. Grants payable that are expected to be paid in future years are recorded at the present value of expected future payments.

I. Advertising.

The Foundation expenses advertising costs as incurred. Advertising expense totaled \$132,636 and \$82,616, for the years ended September 30, 2018 and 2017, respectively.

J. Net Assets.

Unrestricted - Resources of the Foundation that are not restricted by donors or grantors as to use or purpose. These resources include amounts generated from operations, undesignated gifts, and investments in property and equipment.

Temporarily Restricted - Resources that carry a donor-imposed restriction that permits the Foundation to use or expend the donated assets for a specific purpose. The restrictions can be satisfied by the passage of time or by actions of the Foundation.

Permanently Restricted - Resources that carry a donor-imposed restriction that stipulates donated assets be maintained in perpetuity, but may permit the Foundation to use or expend part or all of the income derived from the donated assets.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 4 of 18

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES (CONTINUED)

K. Income Taxes.

The Foundation is an exempt organization under Section 501(c)(3) of the Internal Revenue Code, and is classified as other than a private foundation. It is also exempt from North Carolina income and franchise taxes under the North Carolina Non-Profit Corporation Act. If applicable, penalties and interest assessed by income taxing authorities related to uncertain tax positions are included as management and general expenses in the statements of activities and changes in net assets.

L. Estimates.

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

PROMISES TO GIVE

Promises to give consist of the following at September 30:

	2018	2017
Receivable in less than one year	\$ 3,074,338	\$ 2,210,068
Receivable in one to five years	7,292,169	2,450,283
Receivable in greater than five years	23,000	125,396
Total gross promises to give	10,389,507	4,785,747
Discount at a rate of 3.02% and 2.60%, respectively	(476,356)	(124,865)
Allowance for uncollectible promises to give	(519,479)	(240,711)
Net present value of promises to give	<u>\$ 9,393,672</u>	<u>\$ 4,420,171</u>

Gross promises to give of \$10,389,507 and \$4,785,747 include \$20,000 and \$40,000 of endowment contributions at September 30, 2018 and 2017, respectively. The endowment promises to give are presented as other assets on the statements of financial position.

The Foundation has been named in a number of wills as a beneficiary and has also been informed of other intentions to give. Such intentions to give are not recorded as promises to give until they become unconditional. The Foundation has also been informed of intentions to give through donor advised funds. In accordance with US GAAP, these funds will be recognized when received.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 5 of 18

GRANTS RECEIVABLE

Grants receivable totaled \$1,300,000 and \$4,026,300 for the years ended September 30, 2018 and 2017, respectively.

The Foundation provides an allowance for doubtful accounts equal to the estimated losses that are expected to be incurred in collection. As of September 30, 2018 and 2017, grants receivable were deemed fully collectible by management.

On December 11, 2017, the Foundation received a conditional grant to receive \$400,000 over a two year period. The Foundation can receive up to \$200,000 per year. The funds are conditional on the Foundation raising funds from new donors or incremental funds from existing donors, and progress towards finalizing and implementing the Organizational Data-sharing Plan. The Foundation did not submit the Organization Data-sharing Plan until after year-end, therefore, no receivable is outstanding at September 30, 2018.

On July 9, 2015, the Foundation received a conditional grant to receive \$1,000,000, over a four year period. The Foundation can receive up to \$250,000 per year. The funds are conditional on the donor raising a specified amount. The donor met this condition and the Foundation recognized \$250,000 in revenue for the years ended September 30, 2018 and 2017. All revenue has been recognized under this grant.

PROPERTY AND EQUIPMENT

Property and equipment consist of the following at September 30:

	2018	2017
Building	\$ 1,850,701	\$ 1,850,701
Software and website	155,070	155,070
Furniture and fixtures	108,180	86,507
Office equipment	88,603	76,344
	2,202,554	2,168,622
Accumulated depreciation	(345,483)	(253,631)
Net property and equipment	<u>\$ 1,857,071</u>	<u>\$ 1,914,991</u>

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 6 of 18

INVESTMENTS

Investments in marketable securities are stated at fair value and are recorded on the trade or contract date. The estimated value of the marketable securities is based on quoted market prices, except for alternative investments for which quoted market prices are not available. The estimated fair value of alternative investments is based on valuations provided by the external investment managers. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

Investments of the Foundation consist of the following at September 30:

	2018		2017	
	Cost	Market	Cost	Market
Investments at fair value:				
Money market funds	\$ 876,152	\$ 876,152	\$ 2,513,030	\$ 2,513,030
Equity mutual funds	15,960,717	14,784,430	-	-
Equity securities	2,425,115	3,710,092	14,746,145	18,140,666
U.S. treasury securities	-	-	4,036,688	4,053,982
Corporate debt securities	8,759,028	8,727,247	3,569,951	3,604,183
Alternative investments	3,793,328	3,397,972	1,966,290	1,733,570
Mutual funds held under deferred compensation plan:	40,364	40,364	-	-
Total investments	<u>\$ 31,854,704</u>	<u>\$ 31,536,257</u>	<u>\$ 26,832,104</u>	<u>\$ 30,045,431</u>

The following schedule summarizes the investment returns and their classifications in the statements of activities and changes in net assets for the year ended September 30, 2018. Investment income on the statements of activities and changes in net assets for the year ended September 30, 2018, is recorded net of investment fees of \$143,393, and includes earnings from deposits at financial institutions totaling \$116,207.

<u>September 30, 2018</u>	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Investment income	\$ 671,905	\$ 334,562	\$ -	\$ 1,006,467
Unrealized losses	(2,357,769)	(1,174,005)	-	(3,531,774)
Realized gains	3,735,204	1,859,872	-	5,595,076
Total investment return	<u>\$ 2,049,340</u>	<u>\$ 1,020,429</u>	<u>\$ -</u>	<u>\$ 3,069,769</u>

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 7 of 18

INVESTMENTS (CONTINUED)

The following schedule summarizes the investment returns and their classifications in the statements of activities and changes in net assets for the year ended September 30, 2017. Investment income on the statements of activities and changes in net assets for the year ended September 30, 2017, is recorded net of investment fees of \$168,167, and includes earnings from deposits at financial institutions totaling \$32,059.

<u>September 30, 2017</u>	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
Investment income	\$ 537,881	\$ 345,696	\$ -	\$ 883,577
Unrealized gains	835,830	498,287	-	1,334,117
Realized gains	<u>342,744</u>	<u>220,281</u>	<u>-</u>	<u>563,025</u>
Total investment return	<u>\$ 1,716,455</u>	<u>\$ 1,064,264</u>	<u>\$ -</u>	<u>\$ 2,780,719</u>

FAIR VALUE OF ASSETS

U.S. GAAP defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. It also establishes a fair value hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Foundation. Unobservable inputs reflect the Foundation's assumptions about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances.

The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Valuations based on unadjusted quoted prices in active markets for identical assets as of the reporting date.

Level 2 - Valuations based on inputs other than quoted prices, which are either directly or indirectly observable as of the reporting date, are valued at prices for similar assets or liabilities in markets not active, or determined through the use of models or other valuation methodologies.

Level 3 – Pricing inputs are unobservable and include situations where there is little, if any, market activity for the asset. Fair value for these assets is determined using valuation methodologies that consider a range of factors, including but not limited to the price at which the asset was acquired, the nature of the assets, local market conditions, trading values on public exchanges for comparable securities, current and projected operating performance and financing transactions subsequent to the acquisition of the asset. The inputs into the determination of fair value require significant management judgment. Due to the inherent uncertainty of these estimates, these values may differ materially from the values that would have been used had a ready market for these assets existed.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 8 of 18

FAIR VALUE OF ASSETS (CONTINUED)

The Foundation's investments are classified as Level 1, Level 2, and Level 3.

There were no changes during the years ending September 30, 2018 and 2017, to the Foundation's valuation techniques used to measure asset values on a recurring basis.

The following table summarizes the assets of the Foundation for which fair values are determined on a recurring basis as of September 30, 2018. As required by U.S. GAAP, assets are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

	Level 1	Level 2	Level 3	Total
Investments at fair value:				
Money market funds	\$ -	\$ 876,152	\$ -	\$ 876,152
Equity mutual funds	14,784,430	-	-	14,784,430
Corporate debt securities	8,727,247	-	-	8,727,247
Equity securities:				
Consumer discretionary	270,962	-	-	270,962
Consumer staples	363,625	-	-	363,625
Energy	221,656	-	-	221,656
Financials	824,878	-	-	824,878
Healthcare	384,577	-	-	384,577
Industrials	689,114	-	-	689,114
Information technology	460,015	-	-	460,015
Materials	247,195	-	-	247,195
Real estate	9,040	-	-	9,040
Telecommunications	165,979	-	-	165,979
Utilities	73,051	-	-	73,051
Alternative investments	-	-	1,202,290	1,202,290
Total investments at fair value:	\$ 27,221,769	\$ 876,152	\$ 1,202,290	\$ 29,300,211
Assets held under deferred compensation plan:				
Equity mutual funds	\$ 40,364	\$ -	\$ -	\$ 40,364
	<u>\$ 27,262,133</u>	<u>\$ 876,152</u>	<u>\$ 1,202,290</u>	<u>\$ 29,340,575</u>

The fair value table does not include alternative investments measured using net asset value per share as a practical expedient totaling \$2,195,682.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 9 of 18

FAIR VALUE OF ASSETS (CONTINUED)

The following table summarizes the assets of the Foundation for which fair values are determined on a recurring basis as of September 30, 2017. As required by U.S. GAAP, assets are classified in their entirety based on the lowest level of input that is significant to the fair value measurement.

	Level 1	Level 2	Level 3	Total
Investments at fair value:				
Money market funds	\$ -	\$ 2,513,030	\$ -	\$ 2,513,030
U. S. Treasury securities	-	4,053,982	-	4,053,982
Corporate debt securities	-	3,604,183	-	3,604,183
Equity securities:				
Consumer discretionary	1,863,792	-	-	1,863,792
Consumer staples	1,500,838	-	-	1,500,838
Energy	495,649	-	-	495,649
Equities blend	4,384,773	-	-	4,384,773
Financials	1,315,884	-	-	1,315,884
Healthcare	2,268,935	-	-	2,268,935
Industrials	1,520,327	-	-	1,520,327
Information technology	3,589,299	-	-	3,589,299
Materials	388,553	-	-	388,553
Real estate	274,440	-	-	274,440
Telecommunications	186,618	-	-	186,618
Utilities	351,558	-	-	351,558
Alternative investments	-	-	169,051	169,051
	<u>\$ 18,140,666</u>	<u>\$ 10,171,195</u>	<u>\$ 169,051</u>	<u>\$ 28,480,912</u>

The fair value table does not include alternative investments measured using net asset value per share as a practical expedient totaling \$1,564,519.

The changes in investments classified as Level 3 are as follows for the years ended September 30, 2018 and 2017:

Beginning balance on October 1, 2017	\$ 169,051
Purchases	\$ 1,000,000
Total realized/unrealized gains	<u>33,239</u>
Ending balance on September 30, 2018	<u>\$ 1,202,290</u>
Beginning balance on October 1, 2016	\$ -
Purchases	108,530
Total realized/unrealized gains	<u>60,521</u>
Ending balance on September 30, 2017	<u>\$ 169,051</u>

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 10 of 18

FAIR VALUE OF ASSETS (CONTINUED)

Gains and losses (realized and unrealized) for Level 3 investments included in revenue for the years ended September 30 are reported as follows:

	<u>2018</u>	<u>2017</u>
Total gains and losses included in realized gains on investments and unrealized gains (losses) on investments.	<u>\$ 33,239</u>	<u>\$ 60,521</u>
Unrealized gains or losses relating to assets held at year-end included in unrealized gains (losses) on investments	<u>\$ 33,239</u>	<u>\$ 60,521</u>

There were no realized gains on Level 3 investments for the years ended September 30, 2018 and 2017.

The Foundation's investments include \$169,051 at September 30, 2018 and 2017, of investments in the private equity in a company. The fair value is calculated by using information, techniques, and pricing methods that it determines to be reliable and consistent with its prior practices and customs.

The Foundation's investments include \$509,083 and \$0 at September 30, 2018 and 2017, respectively, of investments in a fund that includes long and short positions in corporate credit, equities, convertible bonds, asset backed securities, foreign exchange, interest rates, commodities, and related derivatives. The fair value of the investments in this class has been estimated using the net asset value per share of the investments.

The Foundation's investments include \$524,156 and \$0 at September 30, 2018 and 2017, respectively, of investment in a fund that invests primarily in a diversified portfolio of equity securities of foreign companies located in Europe, the Far East and the Pacific Rim. The fair value of the investments in this class has been estimated using the net asset value per share of the investments.

The Foundation's investments include \$228,629 and \$294,679, at September 30, 2018 and 2017, respectively, of investments in a fund that invests substantially all of its assets in privately negotiated mezzanine investment funds. The fair value of the investments in this class has been estimated using the net asset value per share of the investments. The fund consists of private equity, long term, ill-liquid investments. The fund does not offer any liquidity; therefore, there is no redemption frequency or redemption fees.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 11 of 18

FAIR VALUE OF ASSETS (CONTINUED)

The Foundation's investments include \$458,521 and \$520,381, at September 30, 2018 and 2017, respectively, of investments in a fund that invests substantially all of its assets in secondary opportunities to acquire private investment funds on a global basis, with a focus on the United States and Western Europe. The fund seeks capital appreciation primarily through the purchase of secondary interests in mature, high-quality leveraged buyout funds. The fair value of the investments in this fund has been estimated using the underlying portfolio investments as provided by the underlying funds' general partners or managers, adjusted dollar-for-dollar for subsequent capital contributions to, and distributions received from, the underlying funds. Interests in the fund are ill-liquid, and the term period is ten years from the final closing, subject to four one-year extensions. The fund does not offer any liquidity; therefore, there is no redemption frequency or redemption fees.

The Foundation's investments include \$306,249 and \$161,475, at September 30, 2018 and 2017, respectively, of investments in a fund that invests substantially all of its assets in global private equities in medium-to-large industry leading businesses and equity investments in secular growth areas with structural downside protection, limited leverage and low concept or technology risk in the United States, Canada, Europe, and Israel. The fair value of the investments in this class has been estimated using the net asset value per share of the investments. Interests in the fund are ill-liquid and the term period is one year after the termination of the underlying fund.

The Foundation's investments include \$551,625 and \$587,984 at September 30, 2018 and 2017, respectively, of investments in a fund that invests substantially all of its assets in commercial real estate loan portfolios, direct real estate and commercial real estate companies in Europe, North America, and Japan. The fair value of the investments in this class has been estimated using the net asset value per share of the investments.

The Foundation's investments include \$650,658 and \$0 at September 30, 2018 and 2017, respectively, of investments in investees. The underlying investments include equities, fixed-income securities, commodities, interest rate swaps, derivatives, and currency contracts. The fair value of the investments in this class has been estimated using the net asset value per share of the investments.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 12 of 18

ENDOWMENT*Interpretation of Relevant Law*

The Board of Directors of the Foundation has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) 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 Foundation 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 temporarily restricted net assets until those amounts are appropriated for expenditure by the Foundation in a manner consistent with the standard of prudence prescribed by SPMIFA.

ENDOWMENT (CONTINUED)

In accordance with SPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

1. The duration and preservation of the fund,
2. The purposes of the Foundation and the donor-restricted endowment fund,
3. General economic conditions,
4. The possible effect of inflation and deflation,
5. The expected total return from income and the appreciation of investments,
6. Other resources of the Foundation, and
7. The investment policies of the Foundation.

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 endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Foundation must hold in perpetuity or for a donor-specified period(s) and board designated funds. The Foundation expects its endowment fund, over time, to provide an average rate of return of approximately 6% in perpetuity. Actual returns in any given year may vary from this amount.

Strategies Employed for Achieving 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 equity-based investments to achieve its long-term return objectives within prudent risk constraints as managed by the Foundation's Endowment Committee.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 13 of 18

ENDOWMENT (CONTINUED)*Spending Policy and How the Investment Objectives Relate to Spending Policy*

The Foundation has a policy of appropriating investment earnings for distribution each year based upon the prior year's investment earnings of the related endowment. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowment to grow at a moderate rate. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term, as well as to provide additional real growth through new gifts and investment return.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that SPMIFA requires to retain as a fund of perpetual duration. As of September 30, 2018 and 2017, the endowment fund was above the required amounts.

Changes in the endowment fund consist of the following during the year ended September 30, 2018:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Net assets, beginning of year	\$ 16,791,360	\$ -	\$ 11,984,148	\$ 28,775,508
Investment income	671,905	334,562	-	1,006,467
Net appreciation (realized and unrealized)	1,377,435	685,867	-	2,063,302
Contributions	4,772,067	-	43,119	4,815,186
Transfer	(92,054)	-	92,054	-
Appropriation of assets for expenditure	(4,081,438)	(972,763)	-	(5,054,201)
Investment fees	(95,727)	(47,666)	-	(143,393)
Net assets, end of year	<u>\$ 19,343,548</u>	<u>\$ -</u>	<u>\$ 12,119,321</u>	<u>\$ 31,462,869</u>

The endowment net asset composition by type of fund as of September 30, 2018, was as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted	\$ -	\$ -	\$ 12,119,321	\$ 12,119,321
Board-designated	<u>19,343,548</u>	<u>-</u>	<u>-</u>	<u>19,343,548</u>
Total funds	<u>\$ 19,343,548</u>	<u>\$ -</u>	<u>\$ 12,119,321</u>	<u>\$ 31,462,869</u>

Permanently restricted endowment funds noted above exclude endowment promises to give.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 14 of 18

ENDOWMENT (CONTINUED)

Changes in the endowment fund consist of the following during the year ended September 30, 2017:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Net assets, beginning of year	\$ 16,750,794	\$ -	\$ 11,926,500	\$ 28,677,294
Investment income	537,881	345,696	-	883,577
Net appreciation (realized and unrealized)	1,118,047	718,569	-	1,836,616
Contributions	1,042,755	-	57,648	1,100,403
Appropriation of assets for expenditure	(2,555,745)	(998,470)	-	(3,554,215)
Investment fees	(102,372)	(65,795)	-	(168,167)
Net assets, end of year	<u>\$ 16,791,360</u>	<u>\$ -</u>	<u>\$ 11,984,148</u>	<u>\$ 28,775,508</u>

Permanently restricted endowment funds noted above exclude endowment promises to give.

The endowment net asset composition by type of fund as of September 30, 2017, was as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted	\$ 191,895	\$ -	\$ 11,984,148	\$ 12,176,043
Board-designated	16,599,465	-	-	16,599,465
Total funds	<u>\$ 16,791,360</u>	<u>\$ -</u>	<u>\$ 11,984,148</u>	<u>\$ 28,775,508</u>

GRANTS PAYABLE

Grants payable consist of the following at September 30:

<u>Year Ending September 30,</u>	
2019	\$ 19,562,109
2020	12,152,083
2021	<u>3,552,084</u>
Total gross grants payable	35,266,276
Discount at a rate of 3.02%	<u>(561,438)</u>
Net present value of grants payable	<u>\$ 34,704,838</u>

THE V FOUNDATION**NOTES TO FINANCIAL STATEMENTS**

Page 15 of 18

LINE OF CREDIT

In July 2015, the Foundation obtained a line of credit for \$5,000,000 with a financial institution, secured by the Foundation's investment portfolio, to assist in covering operating expenses. The interest rate on the outstanding balance at September 30, 2017 was 2.24% and accrued interest totaled \$64,142. In July 2018, the outstanding balance on the line of credit and accrued interest was paid.

RETIREMENT PLAN

For the year ended September 30, 2017, the Foundation offered a simple IRA plan for its eligible employees. In 2018, the Foundation established a 401(k) plan. Employees are eligible under this plan after 90 days of service. The Foundation matches up to 3% of each participating employee's compensation, and 50% of the next 2% of each participating employee's compensation. Employees are vested immediately in their contributions plus actual earnings thereon. Vesting in the Foundation's contribution portion of their accounts plus actual earnings thereon is based on years of continuous service. A participant is 20% vested after two years of credited service, and vests an additional 20% per year thereafter. After six years of credited service, participants are vested 100% in employer contributions. The expense was \$111,726 and \$52,988, for the years ended September 30, 2018 and 2017, respectively.

On January 1, 2018, the Foundation established a non-qualified deferred compensation plan covering key employees, which provides for payments upon termination of service, retirement, death, or disability. Participants 100% vest at the later of 5 years of service or termination of employment. The amount in the plan totaled \$40,364 at September 30, 2018.

RELATED PARTY TRANSACTIONS

Members of the Board of Directors and management of the Foundation make contributions for the support of general operations and the Foundation's programs. The Foundation received contributions from related parties totaling \$14,226,006 and \$6,841,300, at September 30, 2018 and 2017, respectively. The Foundation had outstanding related party promises to give of \$6,510,627 and \$1,522,068, at September 30, 2018 and 2017, respectively.

The Foundation assisted in the establishment of The V Foundation Canada/La Foundation V ("La Foundation V"), a Canadian nonprofit organization, whose goals and objectives are identical to those of The V Foundation. The Foundation is related to La Foundation V through common control through the Board of Directors.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 16 of 18

OPERATING LEASES

The Foundation leased a postage machine under an operating lease agreement at \$162 a month, which expired during 2018. The Foundation entered into a new operating lease agreement for a postage machine in January 2018 at \$188 a month, expiring in March 2023.

The Foundation entered into a lease agreement for a copy machine in October of 2017 at \$1,151 a month, expiring in September 2022.

In July 2015, the Foundation leased online fundraising and marketing software under an operating lease agreement, with quarterly payments of \$23,216, which expired in July 2018. The Foundation renewed this lease agreement in July 2018, with quarterly payments of \$22,034, expiring in July 2021.

Rent expense for the Foundation under these lease agreements totaled \$103,627 and \$99,756, for the years ended September 30, 2018 and 2017, respectively.

Total minimum lease payments under the existing lease agreements are as follows:

<u>Year Ending September 30,</u>	
2019	\$ 104,205
2020	104,205.00
2021	82,171.00
2022	16,068.00
2023	<u>1,316.00</u>
Total minimum lease payments	<u><u>\$ 307,965</u></u>

SUPPORTING ORGANIZATION

Effective September 21, 2015, a supporting organization, Don't Ever Give Up, Inc. ("Organization") was formed for the purpose of supporting and/or benefitting The V Foundation and to help carry out the purpose of The V Foundation. The managing and coordinating of all special events of the Foundation were transferred to the Organization during the year ended September 30, 2017. Monies raised by the Organization are granted to the Foundation.

The Foundation recognized \$6,000,000 and \$6,676,300 in contributions from the Organization for the years ended September 30, 2018 and 2017, respectively. The Organization reimbursed the Foundation for shared costs including facilities, personnel, and administrative expenses totaling \$589,403 and \$653,132 for the years ended September 30, 2018 and 2017, respectively. The Organization owed the Foundation \$40,875 and \$1,414,591 at September 30, 2018 and 2017, respectively, for grants and shared costs. The Foundation owed the Organization \$133,700 and \$155,755 at September 30, 2018 and 2017, respectively.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 17 of 18

CONCENTRATIONS

Promises to give are from individuals throughout the United States and abroad. A substantial portion of the Foundation's support and revenue is derived from donor promises to give and grants awarded to the Foundation. One donor represents approximately 48% of the outstanding gross promises to give at September 30, 2018, and four donors represent approximately 28% of the outstanding gross promises to give at September 30, 2017. One grantor represents approximately 77% of outstanding gross grants receivable at September 30, 2018 and two grantors represent 89% of gross grants receivable at September 30, 2017. One customer represented 83% of accounts receivable for the year ended September 30, 2018.

One special event provided 100% of net proceeds of the Foundation's total special events revenue, net of expenses for the year ended September 30, 2017.

TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consist of the following at September 30:

	2018	2017
Purpose restriction:		
Various cancer programs	\$ 1,626,727	\$ 7,151,506
Gastric Cancer Fund	666,588	493,316
Kay Yow Foundation	283,036	479,296
Geno's Cancer Team	191,322	191,322
Richard F. Jones Memorial Fund	70,045	68,985
Tamar Goodfellow Fund	68,693	62,026
Garry Betty Foundation	17,282	17,029
Ewing's Sarcoma Foundation	1,704	1,704
	<u>2,925,397</u>	<u>8,465,184</u>
Time restriction:		
General	<u>9,715,574</u>	<u>7,451,046</u>
Total temporarily restricted net assets	<u><u>\$ 12,640,971</u></u>	<u><u>\$ 15,916,230</u></u>

PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets represent contributions made by donors who have restricted the use of their contributions to provide funding for the V Foundation Endowment Fund ("Fund"). The Fund has been established to provide funding for the operations of the Foundation from the earnings on restricted assets. Permanently restricted net assets totaled \$12,138,321 and \$12,114,202, at September 30, 2018 and 2017, respectively.

THE V FOUNDATION

NOTES TO FINANCIAL STATEMENTS

Page 18 of 18

NET ASSETS RELEASED FROM RESTRICTION

Temporarily restricted net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors. The amounts released during the years ended September 30, 2018 and 2017, were as follows:

	2018	2017
Purpose restriction:		
Various cancer programs	\$ 5,527,986	\$ 2,953,069
General operations	972,763	998,470
Gastric Cancer Foundation	519,972	458,444
Kay Yow Foundation	449,985	242,962
Garry Betty Fund	7	8
Ewing's Sarcoma Foundation	-	16
	<u>7,470,713</u>	<u>4,652,969</u>
Time restriction:		
General	<u>11,503,193</u>	<u>5,036,327</u>
Total temporarily restricted net assets released	<u><u>\$ 18,973,906</u></u>	<u><u>\$ 9,689,296</u></u>

DONATED SERVICES

The Foundation recognizes donated services that create or enhance non-financial assets or that require specialized skills, and would typically need to be purchased if not provided by donation. The Foundation received donated website services totaling \$22,468 which are included in contributions and gifts for the year ended September 30, 2018. No services meeting these requirements for recognition in the financial statements were received during the years ended September 30, 2017; however, a number of persons have donated a significant amount of time and services to the Foundation's operations.

FUNCTIONAL ALLOCATION OF EXPENSES

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain indirect costs have been allocated between the programs and supporting services benefited based on management's estimates.

SUBSEQUENT EVENTS

Management has evaluated subsequent events for recognition or disclosure through February 13, 2019, the date the financial statements were available to be issued. Management did not identify any events that occurred subsequent to year-end that require disclosure in the financial statements.

ADDITIONAL INFORMATION

THE V FOUNDATION

SCHEDULES OF FUNCTIONAL EXPENSES

SCHEDULE 1

For the Years Ended September 30, 2018 and 2017

Page 1 of 2

	2018				2017
	Program Services	Management and General	Fundraising	Totals	Totals
Grant expense	\$ 26,136,354	\$ -	\$ -	\$ 26,136,354	\$ 23,257,280
Salaries	814,853	552,890	841,348	2,209,091	2,034,921
Employee benefits	213,640	144,957	220,586	579,183	475,585
Charity partner support expense	230,834	-	-	230,834	172,315
Postage and shipping	74,351	50,448	76,769	201,568	57,513
Computer maintenance	73,479	49,856	75,868	199,203	194,135
Printing and copying	72,547	49,224	74,906	196,677	234,419
Travel related expenses	60,699	41,186	62,673	164,558	170,419
Payroll taxes	57,019	38,689	58,873	154,581	145,657
Bank service charges	54,308	36,848	56,073	147,229	135,279
Advertising	48,925	33,196	50,515	132,636	82,616
Depreciation	33,881	22,989	34,982	91,852	90,550
Professional fees	13,951	67,847	9,668	91,466	121,103
Miscellaneous	25,349	17,200	26,173	68,722	65,085
V Scholar summit	64,228	-	-	64,228	75,454
Occupancy expenses	21,138	14,342	21,825	57,305	58,641
Direct fundraising expenses	-	-	41,018	41,018	87,856
Insurance	7,053	4,786	7,283	19,122	19,853
Scientific advisory board expenses	16,382	-	-	16,382	13,523
Sales tax	5,824	3,952	6,013	15,789	9,922
Office supplies	1,440	978	1,488	3,906	20,896
Board expenses	1,076	731	1,112	2,919	2,509
	<u>\$ 28,027,331</u>	<u>\$ 1,130,119</u>	<u>\$ 1,667,173</u>	<u>\$ 30,824,623</u>	<u>\$ 27,525,531</u>

THE V FOUNDATION

SCHEDULES OF FUNCTIONAL EXPENSES

SCHEDULE 1

For the Years Ended September 30, 2018 and 2017

Page 2 of 2

	2017			
	Program Services	Management and General	Fundraising	Totals
Grant expense	\$ 23,257,280	\$ -	\$ -	\$ 23,257,280
Salaries	749,250	566,160	719,511	2,034,921
Employee benefits	175,109	132,318	168,158	475,585
Charity partner support expense	172,315	-	-	172,315
Postage and shipping	21,176	16,001	20,336	57,513
Computer maintenance	71,479	54,013	68,643	194,135
Printing and copying	86,312	65,221	82,886	234,419
Travel related expenses	62,748	47,414	60,257	170,419
Payroll taxes	53,630	40,525	51,502	145,657
Bank service charges	49,809	37,638	47,832	135,279
Advertising	30,418	22,986	29,212	82,616
Depreciation	33,340	25,193	32,017	90,550
Professional fees	23,994	92,383	4,726	121,103
Miscellaneous	23,964	18,108	23,013	65,085
V Scholar summit	75,454	-	-	75,454
Occupancy expenses	21,591	16,315	20,735	58,641
Direct fundraising expenses	-	-	87,856	87,856
Insurance	7,309	5,524	7,020	19,853
Scientific advisory board expenses	13,523	-	-	13,523
Sales tax	3,653	2,761	3,508	9,922
Office supplies	7,694	5,814	7,388	20,896
Board expenses	924	698	887	2,509
	<u>\$ 24,940,972</u>	<u>\$ 1,149,072</u>	<u>\$ 1,435,487</u>	<u>\$ 27,525,531</u>

The accompanying Notes to Financial Statements are an integral part of these statements.