

THE EVERGLADES FOUNDATION, INC.

FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2016 AND 2015

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
The Everglades Foundation, Inc.
Palmetto Bay, Florida

We have audited the accompanying financial statements of The Everglades Foundation, Inc. (the "Foundation"), which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Everglades Foundation, Inc. as of December 31, 2016 and 2015, 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expense on page 14 for the year ended December 31, 2016 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.

A handwritten signature in blue ink that reads "Veedy-DeArman Touyille". The signature is written in a cursive style.

CERTIFIED PUBLIC ACCOUNTANTS

Coral Gables, Florida
March 21, 2017

THE EVERGLADES FOUNDATION, INC.
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2016 AND 2015

ASSETS

	2016	2015
Cash and cash equivalents, restricted \$47,308 and \$247,308, respectively	\$ 331,700	\$ 302,697
Investments, restricted of \$1,158,529 and \$967,468, respectively	4,741,144	3,670,089
Contributions receivable, net, restricted \$2,673,505 and \$1,234,029, respectively	2,822,925	1,252,229
Prepaid expense and other assets	181,210	192,166
Property and equipment, net	40,907	39,968
Total assets	<u>\$ 8,117,886</u>	<u>5,457,149</u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	\$ 167,777	\$ 272,162
Accrued expenses	166,884	137,547
Deferred revenue	163,767	330,153
Total liabilities	<u>498,428</u>	<u>739,862</u>

NET ASSETS

Unrestricted	2,348,872	1,023,253
Board designated	1,391,244	1,245,229
Temporarily restricted	3,879,342	2,448,805
Total net assets	<u>7,619,458</u>	<u>4,717,287</u>
Total liabilities and net assets	<u>\$ 8,117,886</u>	<u>\$ 5,457,149</u>

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

THE EVERGLADES FOUNDATION, INC.
STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 6,513,862	\$ 301,825	\$ 6,815,687
Foundation and trusts	942,860	643,000	1,585,860
George Barley Water Prize	-	2,508,595	2,508,595
Investment income	331,109	-	331,109
Other income	5,965	-	5,965
Release from restrictions	2,022,883	(2,022,883)	-
TOTAL SUPPORT AND REVENUE	<u>9,816,679</u>	<u>1,430,537</u>	<u>11,247,216</u>
EXPENSES			
PROGRAM SERVICES:			
Science	1,185,235	-	1,185,235
Outreach	3,232,917	-	3,232,917
Public affairs	224,017	-	224,017
George Barley Water Prize	1,256,390	-	1,256,390
TOTAL PROGRAM SERVICES	<u>5,898,559</u>	<u>-</u>	<u>5,898,559</u>
SUPPORTING SERVICES:			
Management and general	581,429	-	581,429
Development	1,865,057	-	1,865,057
TOTAL SUPPORTING SERVICES	<u>2,446,486</u>	<u>-</u>	<u>2,446,486</u>
TOTAL EXPENSES	<u>8,345,045</u>	<u>-</u>	<u>8,345,045</u>
CHANGE IN NET ASSETS	1,471,634	1,430,537	2,902,171
NET ASSETS - BEGINNING OF YEAR	<u>2,268,482</u>	<u>2,448,805</u>	<u>4,717,287</u>
NET ASSETS - ENDING OF YEAR	<u>\$ 3,740,116</u>	<u>\$ 3,879,342</u>	<u>\$ 7,619,458</u>

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

THE EVERGLADES FOUNDATION, INC.
STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2015

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
Contributions	\$ 7,469,783	\$ 1,026,000	\$ 8,495,783
Foundation and trusts	298,266	555,000	853,266
George Barley Water Prize	-	200,000	200,000
Investment income	347,337	-	347,337
Other income	801	-	801
Release from restrictions	684,703	(684,703)	-
TOTAL SUPPORT AND REVENUE	<u>8,800,890</u>	<u>1,096,297</u>	<u>9,897,187</u>
EXPENSES			
PROGRAM SERVICES:			
Science	994,771	-	994,771
Outreach	2,694,262	-	2,694,262
Public affairs	223,049	-	223,049
George Barley Water Prize	1,118,425	-	1,118,425
TOTAL PROGRAM SERVICES	<u>5,030,507</u>	<u>-</u>	<u>5,030,507</u>
SUPPORTING SERVICES:			
Management and general	570,567	-	570,567
Development	2,003,208	-	2,003,208
TOTAL SUPPORTING SERVICES	<u>2,573,775</u>	<u>-</u>	<u>2,573,775</u>
TOTAL EXPENSES	<u>7,604,282</u>	<u>-</u>	<u>7,604,282</u>
CHANGE IN NET ASSETS	1,196,608	1,096,297	2,292,905
NET ASSETS - BEGINNING OF YEAR	<u>1,071,874</u>	<u>1,352,508</u>	<u>2,424,382</u>
NET ASSETS - ENDING OF YEAR	<u>\$ 2,268,482</u>	<u>\$ 2,448,805</u>	<u>\$ 4,717,287</u>

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

THE EVERGLADES FOUNDATION, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

	<u>2016</u>	<u>2015</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 2,902,171	\$ 2,292,905
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Allowance for bad debt	120,000	-
Depreciation	9,610	25,704
Provision for discount	73,158	(6,800)
Gain on investments	(331,109)	(347,337)
(Increase) Decrease in operating assets:		
Contributions receivable	(1,643,854)	(153,229)
Prepaid expense	10,956	94,690
Increase (Decrease) in operating liabilities:		
Accounts payable	(104,385)	113,864
Accrued expenses	29,337	(3,079)
Deferred revenue	(166,386)	(88,817)
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>899,498</u>	<u>1,927,901</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase/sale of investments, net	(859,946)	(1,706,017)
Purchase of property and equipment	(10,549)	(15,496)
NET CASH USED IN INVESTING ACTIVITIES	<u>(870,495)</u>	<u>(1,721,513)</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	29,003	206,388
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>302,697</u>	<u>96,309</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 331,700</u>	<u>\$ 302,697</u>

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

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The Everglades Foundation, Inc. (the “Foundation”), a 501(c)(3) not-for-profit, is a Florida corporation founded in 1993 and incorporated in 1994. The mission of the Foundation is to protect and restore the Greater Everglades Ecosystem and advance an understanding of its irreplaceable environmental and economic value. The Foundation works to achieve protection and restoration of the Everglades by funding exceptional science; enhancing community awareness; creating and distributing educational curriculum to school students; providing litigation support; awarding scholarship and fellowships to students pursuing higher learning in an Everglades-related field; and creating and administering The George Barley Water Prize, a \$10 million incentive-based prize competition to uncover breakthrough, cost-effective treatment technologies to remove phosphorus pollution from water.

Basis of Accounting

The financial statements of the Foundation have been prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Under this method, revenues are recognized when earned and expenses are recognized when incurred.

Financial Statement Presentation

The Foundation has presented its financial statements in accordance with generally accepted accounting principles in the United States of America. The Financial Accounting Standards Board (“FASB”) implemented the Accounting Standards Codification (“ASC”) which establishes FASB ASC as the source of authoritative U.S. accounting and reporting standards for nongovernmental entities. Under this guidance, net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions and are reported as follows:

Unrestricted – net assets which are free of donor-imposed restrictions that are not included in permanently or temporarily restricted net assets.

Temporarily Restricted – net assets whose use by the Foundation is limited by donor-imposed stipulations that either expire with the passage of time or can be fulfilled or otherwise removed by actions of the Foundation pursuant to those stipulations. The Foundation had \$3,879,342 and \$2,448,805 in temporarily restricted net assets as of December 31, 2016 and 2015, respectively.

Permanently Restricted – net assets whose use by the Foundation is limited by donor-imposed stipulations that neither expire with the passage of time nor can be fulfilled or otherwise removed by actions of the Foundation. The Foundation had no permanently restricted net assets as of December 31, 2016 and 2015.

Cash and Cash Equivalents

Cash equivalents consist of highly liquid investments with maturities of three months or less.

Support and Revenue Recognition

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are donor restricted are reported as increases in temporarily or permanently restricted net assets depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets. Contributions of donated non-cash assets are recorded at their fair values in the year received.

The Foundation uses the allowance method to determine uncollectible contributions receivable. As of December 31, 2016 and 2015, an allowance of \$120,000 and \$0 has been recorded, respectively.

**THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Property and Equipment

Property and equipment acquired by gift is stated at fair market value, as determined by management, at the date of receipt. Purchased property and equipment is stated at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the respective assets ranging from 3 to 10 years. Repairs and maintenance are charged to expense as incurred.

Investments

The Foundation reports its investments in accordance with generally accepted accounting principles for not-for-profit organizations. All investments have readily determinable fair values and are included at their fair values in the statements of financial position. Unrealized gains and losses at year end are included in the statements of activities and change in net assets. Investment income is recognized in the period it is earned and gains and losses are recognized as changes in net assets in the accounting period in which they occur.

Income Taxes

The Foundation is exempt from income tax under Section 501(c) (3) of the Internal Revenue Code and, therefore, has made no provision for federal income taxes in the accompanying financial statements. In addition, the Foundation qualifies for the charitable contribution deduction under Section 170 (b) (1) (A) and has been classified as an organization other than a private foundation under Section 509 (a) (2).

The Foundation evaluates all significant tax positions as required by accounting principles generally accepted in the United States of America. As of December 31, 2016 and 2015, the Foundation does not believe it has taken any tax position that would require the recording of any additional tax liability nor does it believe that there are any unrealized tax benefits that would either increase or decrease within the next twelve months. The Foundation's federal tax returns are currently open for examination by the Internal Revenue Service. The U.S. Federal jurisdiction is the major tax jurisdiction where the Foundation files income tax returns. The Foundation is generally no longer subject to U.S. Federal examinations by tax authorities for fiscal years before 2013.

Deferred Revenue

Deferred revenue consists primarily of advance contributions for the Foundation's gala, which are recognized as revenue when the gala occurs.

Estimates

The preparation of financial statements in conformity with generally accepted accounting principles 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 support, revenue and expenses during the reported period. Actual results could differ from those estimates; however, management does not believe these differences would have a material effect on the financial statements.

Allocation of Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and change in net assets. Accordingly, certain costs have been allocated among the programs and supporting services based upon management's estimate of factors such as time spent or space utilized.

Reclassifications

Certain amounts in the December 31, 2015 financial statements have been reclassified to conform to the December 31, 2016 presentation.

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Subsequent Events

The Foundation has evaluated subsequent events through March 21, 2017, which is the date the financial statements were available to be issued.

NOTE 2 – CONTRIBUTIONS RECEIVABLE

As of December 31, 2016 and 2015, the expected future cash receipts of unconditional contributions receivable are as follows:

	2016	2015
Receivables due in less than one year	\$ 1,506,217	\$ 1,085,029
Receivables due in one to five years	1,516,666	174,000
Less discount	(79,958)	(6,800)
Less allowance for doubtful accounts	(120,000)	-
	<u>\$ 2,822,925</u>	<u>\$ 1,252,229</u>

As of December 31, 2016 and 2015, an allowance of \$120,000 and \$0 has been recorded, respectively. The discount on contributions receivable as of December 31, 2016 and 2015 of \$79,958 and \$6,800 was calculated using approximately 2% and 1.3%, respectively.

NOTE 3 – INVESTMENTS

Investments recorded at fair market value at December 31, 2016 and 2015 are comprised of:

	2016	2015
Money markets	\$ 3,450,407	\$ 2,601,507
Investment in partnerships	1,290,737	1,068,582
	<u>\$ 4,741,144</u>	<u>\$ 3,670,089</u>

As of December 31, 2016 and 2015, the Foundation had a gain on investments of approximately \$328,000 and \$344,000, respectively, and interest and dividends of approximately \$3,300 and \$3,000, respectively.

NOTE 4 – FAIR VALUES OF FINANCIAL INSTRUMENTS

The carrying amounts of cash and cash equivalents, contributions receivable, payroll tax deposit, prepaid gala expense, property and equipment, net, security deposit and prepaid rent, accounts payable, accrued payroll expenses, agency funds and deferred gala revenue approximate fair values due to the short-term maturities of these instruments.

NOTE 5 – PROPERTY AND EQUIPMENT, NET

At December 31, 2016 and 2015 property and equipment consisted of the following:

	2016	2015
Computers and equipment	\$ 213,579	\$ 203,028
Furniture and fixtures	156,370	156,370
Leashold improvements	95,829	95,829
Land	5,200	5,200
	470,978	460,427
Less: Accumulated depreciation	(430,071)	(420,459)
Net book value	<u>\$ 40,907</u>	<u>\$ 39,968</u>

Depreciation expense as of December 31, 2016 and 2015 was \$9,610 and \$25,704, respectively.

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 6 – GRANTS TO OTHERS

For the years ended December 31, 2016 and 2015, the Foundation’s grants to others were comprised of the following:

	<u>2016</u>	<u>2015</u>
Audubon Florida	\$ 413,461	\$ 418,000
Audubon of the Western Everglades	-	10,000
Captains for Clean Water	25,000	-
Conservancy of SW Florida	30,000	35,000
Everglades Law Center	110,000	110,000
Florida Bay Forever	25,000	-
Florida Oceanographic Society	20,000	20,000
Florida Wildlife Federation	75,000	50,000
International Game Fish Association	10,000	-
National Parks Conservation Association	170,000	175,000
National Wildlife Federation	50,000	25,000
National Wildlife Refuge Association	-	25,000
Ocean Reef Community Foundation	-	30,000
Palm Beach Civic Association	-	25,000
Sanibel-Captiva Conservation Foundation	40,000	40,000
The Sierra Club Foundation	110,000	85,000
Theodore Roosevelt Conservation Partnership	40,000	-
Tropical Audubon Society	30,000	50,000
United Waterfowlers-Florida, Inc.	-	5,000
	<u>\$ 1,148,461</u>	<u>\$ 1,103,000</u>

NOTE 7 – COMMITMENTS

The Foundation leases its facilities and certain equipment under a non-cancelable operating lease expiring in 2020 with future minimum rental payments as follows:

Year ending December 31:	
2017	\$ 202,494
2018	206,196
2019	177,608
2020	13,041
Total	<u>\$ 599,339</u>

Rent expense as of December 31, 2016 and 2015 was approximately \$190,000 and \$184,000, respectively.

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 7 – COMMITMENTS (Continued)

As of December 31, 2016, the Foundation committed to fund the following organizations in 2017:

Audubon Florida	\$	400,000
Captains for Clean Water		40,000
Conservancy of SW Florida		30,000
Everglades Law Center		100,000
Florida Bay Forever		40,000
Florida Oceanographic Society		20,000
Florida Wildlife Federation		70,000
International Game Fish Association		25,000
National Parks Conservation Association		175,000
National Wildlife Federation		65,000
Sanibel-Captiva Conservation Foundation		40,000
The Sierra Club Foundation		120,000
Theodore Roosevelt Conservation Partnership		40,000
Tropical Audubon Society		40,000
	\$	<u>1,205,000</u>

These commitments are not considered to be unconditional and accordingly have not been recorded in the accompanying financial statements.

NOTE 8 – CONCENTRATIONS RISKS

Support from the Board of Directors comprised approximately 28% and 24% of total support and revenue for the year ended December 31, 2016 and 2015, respectively.

Financial instruments which potentially subject the Foundation to concentrations of credit risk consist principally of cash, cash equivalents, and investments. At times, cash balances may exceed the levels of insurance provided by the Federal Deposit Insurance Coverage (FDIC). In addition, the Foundation's investment portfolio is exposed to various risks, such as interest rate, market risk and credit risk. Because of the level of risk associated with such investments, changes in their values will occur and such changes could materially affect the amounts reported in the accompanying financial statements.

NOTE 9 – RETIREMENT PLAN

During the year ended December 31, 2006, the Foundation adopted a 403(b) retirement plan for all eligible employees. Employer contributions are made at management's discretion. Employer contributions for the years ended December 31, 2016 and 2015 were approximately \$76,000 and \$60,000, respectively.

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 10 – FAIR VALUE MEASUREMENTS

The Foundation uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures of its investments in marketable securities and investment partnerships on a recurring basis.

FASB guidance establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to measurements involving significant unobservable inputs (Level 3 measurements).

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that are observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 Pricing inputs are unobservable for the investment and includes situation where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant management judgment for estimation.

Items Measured at Fair Value on a Recurring Basis

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs. The following is a description of the valuation methodologies used for assets measured at fair value:

Money market funds are valued at cost, which approximates fair value.

Investment in partnerships include assets invested with external managers. These assets are not traded in active markets but are measured using pricing sources such as broker quotes, or using models with externally verifiable inputs.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There have been no changes in methodologies as of December 31, 2016.

THE EVERGLADES FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2016 AND 2015

NOTE 10 – FAIR VALUE MEASUREMENTS (Continued)

The following table sets forth by level, within the fair value hierarchy, the Foundation’s investments at fair value as of December 31:

	2016			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money markets	\$ 3,450,407	\$ -	\$ -	\$ 3,450,407
Investment in partnerships	-	1,290,737	-	1,290,737
	<u>\$ 3,450,407</u>	<u>\$ 1,290,737</u>	<u>\$ -</u>	<u>\$ 4,741,144</u>

	2015			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Money markets	\$ 2,601,507	\$ -	\$ -	\$ 2,601,507
Investment in partnerships	-	1,068,582	-	1,068,582
	<u>\$ 2,601,507</u>	<u>\$ 1,068,582</u>	<u>\$ -</u>	<u>\$ 3,670,089</u>

NOTE 11 – TEMPORARILY RESTRICTED NET ASSETS

As of December 31, 2016 and 2015, the Foundation had restricted net assets of \$3,879,342 and \$2,448,805, respectively, for special projects. Temporarily restricted contributions were held in cash and cash equivalents, investments, and contributions receivable at year end.

SUPPLEMENTARY INFORMATION

**THE EVERGLADES FOUNDATION, INC.
SCHEDULE OF FUNCTIONAL EXPENSE
FOR THE YEAR ENDED DECEMBER 31, 2016**

	Program Services						Management & General	Development	Total
	Science	Outreach	Public Affairs	George Barley Water Prize	Program Services Total	General			
Salaries, taxes and benefits	\$ 938,557	\$ 512,619	\$ -	\$ 260,067	\$ 1,711,243	\$ 209,295	\$ 624,114	\$ 2,544,652	
Professional fees	59,264	1,105,507	224,017	743,817	2,132,605	104,453	178,976	2,416,034	
Bad debt	-	-	-	120,000	120,000	-	-	120,000	
Discount on contributions	-	-	-	73,158	73,158	-	-	73,158	
Travel, meals, & meetings	12,794	38,544	-	11,585	62,923	65,957	54,115	182,995	
Donor activities	-	52,017	-	1,170	53,187	-	41,471	94,658	
Other	33,033	158,758	-	21,747	213,538	161,195	56,984	431,717	
Printing & photocopy	6,622	18,266	-	6,484	31,372	3,482	46,379	81,233	
Rent & parking	54,965	50,382	-	18,362	123,709	27,437	38,636	189,782	
Everglades literacy	-	138,461	-	-	138,461	-	-	138,461	
Grants & scholarships	80,000	1,158,363	-	-	1,238,363	-	-	1,238,363	
Depreciation	-	-	-	-	-	9,610	-	9,610	
Fundraising events	-	-	-	-	-	-	824,382	824,382	
Total Expenses	<u>\$ 1,185,235</u>	<u>\$ 3,232,917</u>	<u>\$ 224,017</u>	<u>\$ 1,256,390</u>	<u>\$ 5,898,559</u>	<u>\$ 581,429</u>	<u>\$ 1,865,057</u>	<u>\$ 8,345,045</u>	