

NATIVE AMERICANS IN PHILANTHROPY

FINANCIAL STATEMENTS

YEARS ENDED JUNE 30, 2017 AND 2016

**NATIVE AMERICANS IN PHILANTHROPY
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CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT

Board of Directors
Native Americans in Philanthropy
Minneapolis, Minnesota

We have audited the accompanying financial statements of Native Americans in Philanthropy (a nonprofit organization), which comprise the statements of financial position as of June 30, 2017 and 2016, and the related statements of activities, functional expenses, 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.

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. 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.

Board of Directors
Native Americans in Philanthropy

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Native Americans in Philanthropy as of June 30, 2017 and 2016, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Minneapolis, Minnesota
March 14, 2018

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2017 AND 2016**

	2017	2016
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 721,803	\$ 196,540
Cash Held for Others	-	17,115
Grants Receivable	369,500	500,000
Prepaid Expenses	1,679	7,414
Total Current Assets	1,092,982	721,069
NONCURRENT ASSETS		
Investments	561,047	510,488
Long-Term Grants Receivable	-	142,000
Property and Equipment, Net of Accumulated Depreciation of \$102,862 and \$81,916, Respectively	24,506	42,235
Total Noncurrent Assets	585,553	694,723
Total Assets	\$ 1,678,535	\$ 1,415,792
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 61,917	\$ 24,789
Fiscal Agent Payable	-	17,115
Accrued Expenses	6,269	9,918
Deferred Revenue	53,208	47,012
Total Liabilities	121,394	98,834
NET ASSETS		
Unrestricted:		
Undesignated	603,713	621,591
Board Designated	16,009	16,009
Total Unrestricted	619,722	637,600
Temporarily Restricted	937,419	679,358
Total Net Assets	1,557,141	1,316,958
Total Liabilities and Net Assets	\$ 1,678,535	\$ 1,415,792

See accompanying Notes to Financial Statements.

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2017**

	2017		
	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE			
Memberships	\$ 98,054	\$ -	\$ 98,054
Grants and Contributions	223,282	971,750	1,195,032
Program Service Fees	22,247	-	22,247
Registrations	17,824	-	17,824
Investment Income	51,101	-	51,101
Net Assets Released from Restrictions	713,689	(713,689)	-
Total Support and Revenue	<u>1,126,197</u>	<u>258,061</u>	<u>1,384,258</u>
EXPENSES			
Program Services	950,590	-	950,590
Supporting Services:			
Management and General	95,498	-	95,498
Fundraising	85,527	-	85,527
Membership	12,460	-	12,460
Total Expenses	<u>1,144,075</u>	<u>-</u>	<u>1,144,075</u>
CHANGE IN NET ASSETS	(17,878)	258,061	240,183
Net Assets - Beginning of Year	<u>637,600</u>	<u>679,358</u>	<u>1,316,958</u>
NET ASSETS - END OF YEAR	<u>\$ 619,722</u>	<u>\$ 937,419</u>	<u>\$ 1,557,141</u>

See accompanying Notes to Financial Statements.

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2016**

	2016		
	Unrestricted	Temporarily Restricted	Total
SUPPORT AND REVENUE			
Memberships	\$ 101,841	\$ -	\$ 101,841
Grants and Contributions	51,149	710,000	761,149
Program Service Fees	50,834	-	50,834
Registrations	62,900	-	62,900
Investment Income	2,652	-	2,652
Miscellaneous Income	350	-	350
Net Assets Released from Restrictions	827,674	(827,674)	-
Total Support and Revenue	<u>1,097,400</u>	<u>(117,674)</u>	<u>979,726</u>
EXPENSES			
Program Services	738,480	-	738,480
Supporting Services:			
Management and General	158,862	-	158,862
Fundraising	44,321	-	44,321
Membership	13,293	-	13,293
Total Expenses	<u>954,956</u>	<u>-</u>	<u>954,956</u>
CHANGE IN NET ASSETS	142,444	(117,674)	24,770
Net Assets - Beginning of Year	<u>495,156</u>	<u>797,032</u>	<u>1,292,188</u>
NET ASSETS - END OF YEAR	<u>\$ 637,600</u>	<u>\$ 679,358</u>	<u>\$ 1,316,958</u>

See accompanying Notes to Financial Statements.

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2017**

	2017					Total
	Supporting Services				Total Supporting Services	
	Program Services	Management and General	Fundraising	Membership		
SALARIES AND RELATED EXPENSES						
Salaries and Wages	\$ 154,360	\$ 28,007	\$ 13,888	\$ 9,523	\$ 51,418	\$ 205,778
Payroll Taxes and Benefits	41,221	4,141	3,709	540	8,390	49,611
Total Salaries and Related Expenses	<u>195,581</u>	<u>32,148</u>	<u>17,597</u>	<u>10,063</u>	<u>59,808</u>	<u>255,389</u>
OTHER EXPENSES						
Professional Services	265,607	36,607	62,292	1,158	100,057	365,664
Staff Development	2,493	250	224	33	507	3,000
Office Supplies	3,480	140	96	431	667	4,147
Telephone	4,158	417	373	54	844	5,002
Postage and Shipping	3,222	110	87	13	210	3,432
Rent and Occupancy	29,440	2,958	2,649	386	5,993	35,433
Printing and Publications	10,449	42	37	5	84	10,533
Communications	119,432	63	47	7	117	119,549
Website Costs	2,720	10	-	-	10	2,730
Insurance	2,556	257	230	34	521	3,077
Events and Meetings	103,435	-	-	-	-	103,435
Dues and Subscriptions	3,158	593	87	13	693	3,851
Miscellaneous Expense	3,809	203	182	26	411	4,220
Training	6,098	4,293	-	-	4,293	10,391
Travel	175,383	14,304	55	8	14,367	189,750
Technical Support	1,694	1,355	5	1	1,361	3,055
Depreciation	17,404	1,748	1,566	228	3,542	20,946
Equipment	471	-	-	-	-	471
Total Expenses	<u>\$ 950,590</u>	<u>\$ 95,498</u>	<u>\$ 85,527</u>	<u>\$ 12,460</u>	<u>\$ 193,485</u>	<u>\$ 1,144,075</u>

See accompanying Notes to Financial Statements.

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED JUNE 30, 2016**

	2016					Total
	Supporting Services				Total Supporting Services	
	Program Services	Management and General	Fundraising	Membership		
SALARIES AND RELATED EXPENSES						
Salaries and Wages	\$ 145,647	\$ 65,541	\$ 24,274	\$ 7,282	\$ 97,097	\$ 242,744
Payroll Taxes and Benefits	43,923	19,765	7,320	2,196	29,281	73,204
Total Salaries and Related Expenses	189,570	85,306	31,594	9,478	126,378	315,948
OTHER EXPENSES						
Professional Services	198,735	39,202	-	-	39,202	237,937
Office Supplies	4,919	2,213	820	246	3,279	8,198
Telephone	2,907	1,308	485	145	1,938	4,845
Postage and Shipping	753	339	126	38	503	1,256
Rent and Occupancy	23,769	10,696	3,962	1,188	15,846	39,615
Printing and Publications	2,102	720	267	80	1,067	3,169
Communications	9,916	2,179	807	242	3,228	13,144
Website Costs	10,731	61	23	7	91	10,822
Insurance	2,050	922	342	102	1,366	3,416
Events and Meetings	130,446	415	154	46	615	131,061
Dues and Subscriptions	5,551	1,307	484	145	1,936	7,487
Miscellaneous Expense	14,656	1,367	506	152	2,025	16,681
Training	3,346	506	188	56	750	4,096
Travel	118,709	3,249	1,203	361	4,813	123,522
Technical Support	2,536	1,093	405	121	1,619	4,155
Depreciation	16,989	7,645	2,831	850	11,326	28,315
Equipment	795	334	124	36	494	1,289
Total Expenses	<u>\$ 738,480</u>	<u>\$ 158,862</u>	<u>\$ 44,321</u>	<u>\$ 13,293</u>	<u>\$ 216,476</u>	<u>\$ 954,956</u>

See accompanying Notes to Financial Statements.

**NATIVE AMERICANS IN PHILANTHROPY
STATEMENTS OF CASH FLOWS
YEARS ENDED JUNE 30, 2017 AND 2016**

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 240,183	\$ 24,770
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	20,946	28,315
Net Realized and Unrealized (Gain) Loss on Investments	(17,845)	5,523
(Increase) Decrease in Assets:		
Grants Receivable	272,500	(227,000)
Other Receivables	-	938
Prepaid Expenses	5,735	(6,031)
Increase (Decrease) in Liabilities:		
Accounts Payable	37,128	24,469
Accrued Expenses	(3,649)	(5,342)
Deferred Revenue	6,196	(22,442)
Net Cash Provided (Used) by Operating Activities	561,194	(176,800)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Fixed Assets	(3,218)	(31,172)
Purchase of Investments	(32,714)	(7,558)
Net Cash Used by Investing Activities	(35,932)	(38,730)
NET CHANGE IN CASH AND CASH EQUIVALENTS	525,263	(215,530)
Cash and Cash Equivalents - Beginning of Year	196,540	412,070
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 721,803	\$ 196,540

See accompanying Notes to Financial Statements.

NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016

NOTE 1 ORGANIZATION

Native Americans in Philanthropy (the Organization) was founded in 1994 as a national nonprofit membership organization with the mission to advance philanthropic practices grounded in Native values and traditions.

Towards this mission, the Organization:

- **Engages** Native and nonnative practitioners of philanthropy in order to foster sustainable Native communities;
- **Educates** to instill Native philanthropic values into contemporary practice; and
- **Empowers** Native philanthropic leadership to be effective practitioners.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

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.

Net Assets Classifications

The Organization reports information regarding its financial position and activities according to three classes of net assets:

Unrestricted – Unrestricted net assets are net assets that are neither permanently restricted nor temporarily restricted by donor-imposed stipulations. These net assets also include those funds that are designated for specific purposes by the board of directors.

Temporarily Restricted – Temporarily restricted net assets include gifts of cash and other assets received with donor stipulations that limit the use of the donated assets. When a time restriction expires or a purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released after satisfaction from restrictions.

Permanently Restricted – Permanently restricted net assets include funds that have been restricted by the donor to be held in perpetuity. At June 30, 2017 and 2016, the Organization had no permanently restricted net assets.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers cash on hand and on deposit in banks, short-term and highly liquid investments to be cash equivalents. Money market investment funds held for endowment purposes are excluded from this classification. At times, the balance of deposits may exceed federally insured limits.

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Receivables

Receivables are stated at their net realizable value. No allowance for doubtful accounts has been provided, as management believes all receivables are collectible. Grant receivables expected to be received beyond one year are recorded at the present value of the amount to be collected. The discounts on those amounts are computed using an imputed interest rate applicable to the year in which the grant is received.

Property and Equipment

All major expenditures for furniture, equipment, and building improvements are capitalized at cost. Contributed items are recorded at fair market value at date of donation. Depreciation is provided through the use of the straight-line method over the useful life of the asset, ranging from three to five years. When the Organization commits to the disposal or abandonment of equipment, the assets are written off or down to the net realizable value. The cost of maintenance and repairs is charged to expense as incurred. Significant renewals or betterments are capitalized.

Equipment purchased at a cost of less than \$500 is expensed when acquired.

Investments

The Organization reports its investments at fair value, based on quoted market prices. Donated investments are recorded at their fair value on the date of donation. Investment income and realized and unrealized gains and losses are reflected on the statement of activities as investment income.

Fair Value Measurement

Fair value measurement standards established a framework for measuring fair value, a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements.

The Organization accounts for its investments at fair value. The Organization has categorized its investments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy.

The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurement (Continued)

Financial assets and liabilities recorded on the statements of financial position are categorized based on the inputs to the valuation techniques as follows:

Level 1 – Financial assets and liabilities are valued using inputs that are unadjusted quoted prices in active markets accessible at the measurement date of identical financial assets and liabilities. The inputs include those traded on an active exchange, such as the New York Stock Exchange, as well as U.S. Treasury and other U.S. government and agency mortgage-backed securities that are traded by dealers or brokers in active over-the-counter markets.

Level 2 – Financial assets and liabilities are valued using inputs quoted prices for similar assets, or inputs that are observable, either directly or indirectly for substantially the full term through corroboration with observable market data. Level 2 includes private collateralized mortgage obligations, municipal bonds, and corporate debt securities.

Level 3 – Financial assets and liabilities are valued using pricing inputs which are unobservable for the asset, inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset.

Revenue Recognition

Revenues and public support are reported as an increase in unrestricted net assets unless use of the related asset is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as an increase or a decrease in unrestricted net assets unless their use is restricted by explicit donor stipulations. Expirations of temporary restrictions on net assets are reported as net assets released from restrictions.

Membership revenue is recognized over the period of the membership, generally a 12-month period. Deferred revenue is recorded for membership funds received but for which membership services will be provided in future months.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor.

Functional Expenses

The majority of expenses are directly identified with the program or supporting services to which they relate. Expenses not directly identifiable by function are allocated to program and supporting services on the basis of salaries and other bases determined by management.

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fiscal Agency Transactions

Cash held for others and fiscal agent payable relates to funds collected and held under a fiscal agent agreement that was signed with one organization. Native Americans in Philanthropy collects the contributions on behalf of the organization and remits the funds, net of the fee charged. The cash held and fiscal agent payable are the amounts owed under the remaining agreement. Cash receipts and disbursements related to fiscal agency relationships are recorded as increases or decreases in the related liability account.

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 the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Ultimate results could differ from those estimates.

Tax-Exempt Status

The Organization is tax-exempt under Section 501(c)(3) of the Internal Revenue Code (IRC) and Minnesota Statute 290.05. It is classified as an organization that is not a private foundation under Section 509(a)(2) of the IRC and contributions by donors are tax deductible.

The Organization follows accounting standards for uncertain tax positions and files as a tax-exempt organization. The Organization has not recognized any liability for uncertain tax positions. The Organization's tax returns are subject to review and examination by federal and state authorities.

Subsequent Events

The Organization has evaluated subsequent events through March 14, 2018, the date the financial statements were available to be issued.

NOTE 3 GRANTS RECEIVABLE

Long-term grants receivable are expected to be collected through 2016. The discount rate used on grants was 4%. Grants receivable at June 30 are summarized as follows:

	2017	2016
In Less than One Year	\$ 369,500	\$ 500,000
In More than One Year and Less than Five Years	-	150,000
Total Contributions	369,500	650,000
Less: Discount at 4%	-	(8,000)
Total	<u>\$ 369,500</u>	<u>\$ 642,000</u>

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 4 INVESTMENTS

Investments consisted of the following at June 30:

	2017	2016
Cash and Cash Equivalents	\$ 171	\$ -
Fixed Income Mutual Funds	312,954	295,177
Equity Mutual Funds	247,922	215,311
Total	<u>\$ 561,047</u>	<u>\$ 510,488</u>

Net investment return consisted of the following for the years ended June 30:

	2017	2016
Investment Income	\$ 33,256	\$ 8,175
Net Unrealized Gains (Losses)	17,845	(5,523)
Net Investment Return	<u>\$ 51,101</u>	<u>\$ 2,652</u>

NOTE 5 PROPERTY AND EQUIPMENT

Property and equipment consists of the following at June 30:

	2017	2016
Computers and Equipment	\$ 36,912	\$ 33,695
Website Development	90,456	90,456
Less: Accumulated Depreciation	(102,862)	(81,916)
Net Property and Equipment	<u>\$ 24,506</u>	<u>\$ 42,235</u>

Depreciation expense of \$20,946 and \$28,315 was recorded for the years ended June 30, 2017 and 2016, respectively.

NOTE 6 FAIR VALUE MEASUREMENTS

The Organization uses fair value measurements to record fair value adjustments to certain assets and liabilities and to determine fair value disclosures. For additional information on how the Organization values all other assets and liabilities, refer to Note 2 – Summary of Significant Accounting Policies.

Assets measured at fair value on a recurring basis at June 30, 2017 are as follows:

	Level 1	Level 2	Level 3	Total
Investments:				
Fixed Income Mutual Funds	\$ 312,954	\$ -	\$ -	\$ 312,954
Equity Mutual Funds	247,922	-	-	247,922
Total	<u>\$ 560,876</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 560,876</u>

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 6 FAIR VALUE MEASUREMENTS (CONTINUED)

Assets measured at fair value on a recurring basis at June 30, 2016 are as follows:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investments:				
Fixed Income Mutual Funds	\$ 295,177	\$ -	\$ -	\$ 295,177
Equity Mutual Funds	215,311	-	-	215,311
Total	<u>\$ 510,488</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 510,488</u>

NOTE 7 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following as of June 30:

	<u>2017</u>	<u>2016</u>
SMSC Donation Program	\$ -	\$ 21,717
Time Restricted for Operations	250,000	450,000
Engaging Philanthropy	83,000	200,000
JAG	670	4,345
Leadership Development Project	-	3,296
Regional Network/Weavers	3,882	-
Native Health Issues	193,718	-
Building Native American Power	406,149	-
Total	<u>\$ 937,419</u>	<u>\$ 679,358</u>

NOTE 8 NET ASSETS RELEASED FROM RESTRICTIONS

Net assets released from restrictions consisted of the following as of June 30:

	<u>2017</u>	<u>2016</u>
SMSC Donation Program	\$ 21,717	\$ -
Time Restricted for Operations	400,000	463,000
Vision to Action	-	239,315
Engaging Philanthropy	117,000	93,000
JAG	3,675	5,655
Leadership Development Project	3,296	26,704
Regional Network/Weavers	16,118	-
Native Health Issues	6,282	-
Building Native American Power	145,601	-
Total	<u>\$ 713,689</u>	<u>\$ 827,674</u>

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 9 BOARD-DESIGNATED NET ASSETS

At June 30, 2017 and 2016, the Organization's board has designated \$16,009 of unrestricted net assets to be used to establish an awards endowment.

NOTE 10 RETIREMENT PLAN

The Organization currently maintains a 401(k) tax-deferred annuity pension plan for its qualifying employees. The Organization contributes up to 5% of gross salary in addition to the employees' directed amounts. For the years ended June 30, 2017 and 2016, the Organization contributed \$14,502 and \$10,522, respectively.

NOTE 11 CONCENTRATIONS

In 2017, approximately 80% of the Organization's grant and contribution revenue was from three sources. In 2016, approximately 92% of the Organization's grant and contribution revenue was from one source. Should these sources fail to continue to subsidize the Organization, or should there be a decline in the economy or other factors beyond the Organization's control, this loss of revenue could cause a severe impact on its continued operations.

In 2017 and 2016, 100% of total grants and accounts receivable were from four and three sources, respectively. Amounts received or receivable from grantor agencies are subject to audit and adjustment by these agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures that may be disallowed by the grantor cannot be determined at this time, although the Organization expects such amounts, if any, to be immaterial.

NOTE 12 LEASE COMMITMENTS

On July 1, 2015, the Organization renewed its office space lease in Minnesota, with monthly payments of \$3,088 through June 30, 2016 and \$3,210 through June 30, 2017. The organization renewed its office space lease for the month of July 2017 for \$4,013.

Beginning August 1, 2017, the Organization leased additional office space with monthly fees of \$1,881. Monthly terms are automatically extended for successive one-month terms until the agreement is terminated.

**NATIVE AMERICANS IN PHILANTHROPY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2017 AND 2016**

NOTE 12 LEASE COMMITMENTS (CONTINUED)

The Organization entered into a lease for office space in California from September 1, 2017 through August 31, 2020. Monthly base rent increases at the beginning of each lease period, beginning at \$834 on September 1, 2017, increasing to \$850 on September 1, 2018, and increasing again to \$867 on September 1, 2019. Future minimum lease payments related to the leases are as follows:

<u>Fiscal Year</u>	<u>Amount</u>
2018	\$ 12,353
2019	10,168
2020	10,370
2021	1,734
Total	<u>\$ 34,625</u>

Rental expense was \$35,432 and \$39,614 for the years ended June 30, 2017 and 2016, respectively. It included both space rental and common area maintenance charges.

NOTE 13 DONOR ADVISED FUND

The Organization began a donor advised fund, the GenIndigenous Response Fund, in 2017 with the funds held by a community foundation. The Organization does not have variance power over these funds and, therefore, they are not recorded in the financial statements of the Organization. The Organization provides recommended grant recipients to the community foundation, which are approved by the foundation's board.

Form **8879-EO**

IRS e-file Signature Authorization for an Exempt Organization

OMB No. 1545-1878

For calendar year 2016, or fiscal year beginning JUL 1, 2016, and ending JUN 30, 2017

2016

Department of the Treasury
Internal Revenue Service

▶ **Do not send to the IRS. Keep for your records.**

▶ **Information about Form 8879-EO and its instructions is at www.irs.gov/form8879eo.**

Name of exempt organization

Employer identification number

NATIVE AMERICANS IN PHILANTHROPY

56-1849598

Name and title of officer

SARAH EAGLE HEART

CEO

Part I Type of Return and Return Information (Whole Dollars Only)

Check the box for the return for which you are using this Form 8879-EO and enter the applicable amount, if any, from the return. If you check the box on line 1a, 2a, 3a, 4a, or 5a, below, and the amount on that line for the return being filed with this form was blank, then leave line 1b, 2b, 3b, 4b, or 5b, whichever is applicable, blank (do not enter -0-). But, if you entered -0- on the return, then enter -0- on the applicable line below. Do not complete more than 1 line in Part I.

1a Form 990 check here ▶ <input checked="" type="checkbox"/>	b Total revenue, if any (Form 990, Part VIII, column (A), line 12)	1b <u>1,366,413.</u>
2a Form 990-EZ check here ▶ <input type="checkbox"/>	b Total revenue, if any (Form 990-EZ, line 9)	2b _____
3a Form 1120-POL check here ▶ <input type="checkbox"/>	b Total tax (Form 1120-POL, line 22)	3b _____
4a Form 990-PF check here ▶ <input type="checkbox"/>	b Tax based on investment income (Form 990-PF, Part VI, line 5)	4b _____
5a Form 8868 check here ▶ <input type="checkbox"/>	b Balance Due (Form 8868, line 3c)	5b _____

Part II Declaration and Signature Authorization of Officer

Under penalties of perjury, I declare that I am an officer of the above organization and that I have examined a copy of the organization's 2016 electronic return and accompanying schedules and statements and to the best of my knowledge and belief, they are true, correct, and complete. I further declare that the amount in Part I above is the amount shown on the copy of the organization's electronic return. I consent to allow my intermediate service provider, transmitter, or electronic return originator (ERO) to send the organization's return to the IRS and to receive from the IRS (a) an acknowledgement of receipt or reason for rejection of the transmission, (b) the reason for any delay in processing the return or refund, and (c) the date of any refund. If applicable, I authorize the U.S. Treasury and its designated Financial Agent to initiate an electronic funds withdrawal (direct debit) entry to the financial institution account indicated in the tax preparation software for payment of the organization's federal taxes owed on this return, and the financial institution to debit the entry to this account. To revoke a payment, I must contact the U.S. Treasury Financial Agent at 1-888-353-4537 no later than 2 business days prior to the payment (settlement) date. I also authorize the financial institutions involved in the processing of the electronic payment of taxes to receive confidential information necessary to answer inquiries and resolve issues related to the payment. I have selected a personal identification number (PIN) as my signature for the organization's electronic return. If applicable, the organization's consent to electronic funds withdrawal.

Officer's PIN: check one box only

I authorize CLIFTONLARSONALLEN LLP

ERO firm name

to enter my PIN 55407

Enter five numbers, but do not enter all zeros

as my signature on the organization's tax year 2016 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I also authorize the aforementioned ERO to enter my PIN on the return's disclosure consent screen.

As an officer of the organization, I will enter my PIN as my signature on the organization's tax year 2016 electronically filed return. If I have indicated within this return that a copy of the return is being filed with a state agency(ies) regulating charities as part of the IRS Fed/State program, I will enter my PIN on the return's disclosure consent screen.

Officer's signature ▶ Sarah Eagle Heart

Date ▶ 5/14/18

Part III Certification and Authentication

ERO's EFIN/PIN. Enter your six-digit electronic filing identification number (EFIN) followed by your five-digit self-selected PIN.

41812413127

do not enter all zeros

I certify that the above numeric entry is my PIN, which is my signature on the 2016 electronically filed return for the organization indicated above. I confirm that I am submitting this return in accordance with the requirements of Pub. 4163, Modernized e-File (MeF) Information for Authorized IRS e-file Providers for Business Returns.

ERO's signature ▶ [Signature] CPA

Date ▶ 5/3/18

**ERO Must Retain This Form - See Instructions
Do Not Submit This Form To the IRS Unless Requested To Do So**

LHA For Paperwork Reduction Act Notice, see instructions.

Form **8879-EO** (2016)

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