100 CLUB OF ARIZONA

FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2017 AND 2016

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CliftonLarsonAllen LLP
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INDEPENDENT AUDITORS' REPORT

Board of Directors
100 Club of Arizona
Scottsdale, Arizona

We have audited the accompanying financial statements of 100 Club of Arizona (a nonprofit organization), which comprise the statements of financial position as of December 31, 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
100 Club of Arizona

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of 100 Club of Arizona as of December 31, 2017 and 2016, and the change 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Phoenix, Arizona
May 9, 2018

100 CLUB OF ARIZONA
STATEMENTS OF FINANCIAL POSITION
DECEMBER 31, 2017 AND 2016

	2017	2016
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	$ 873,435	$ 1,638,982
Prepaid Expenses	23,876	21,699
Agency Funds – Cash Held for Department of Corrections	37,406	-
Total Current Assets	934,717	1,660,681
INVESTMENTS	1,263,563	269,973
PROPERTY AND EQUIPMENT, NET	38,679	84,962
Total Assets	$ 2,236,959	$ 2,015,616
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	$ -	$ 12,867
Accrued Expenses	111,236	165,055
Deferred Revenue	-	584
Note Payable, Current	-	5,477
Agency Funds – Due to Department of Corrections	37,406	-
Total Current Liabilities	148,642	183,983
LONG-TERM LIABILITIES	-	15,822
Total Liabilities	148,642	199,805
NET ASSETS		
Unrestricted	1,546,346	1,304,170
Temporarily Restricted	541,971	511,641
Total Net Assets	2,088,317	1,815,811
Total Liabilities and Net Assets	$ 2,236,959	$ 2,015,616

See accompanying Notes to Financial Statements.

100 CLUB OF ARIZONA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2017

	Unrestricted	Temporarily Restricted	Total
REVENUES AND OTHER SUPPORT			
Contribution and Grants	$ 1,470,711	$ 49,706	$ 1,520,417
Donated Facilities	44,000	-	44,000
Investment Income, Net	11,096	-	11,096
Total Support and Revenue	1,525,807	49,706	1,575,513
Special Events:			
Revenues from Special Events, Net of Cost of Direct Donor Benefits of $113,032	-	164,761	164,761
Net Assets Released from Restriction	184,137	(184,137)	-
Total Revenue and Other Support	1,709,944	30,330	1,740,274
EXPENSES			
Program	1,067,323	-	1,067,323
Support Services:			
Management and General	306,536	-	306,536
Fundraising	78,475	-	78,475
Total Program and Support Services Expense	1,452,334	-	1,452,334
LOSS ON DISPOSAL OF ASSET	15,434	-	15,434
Total Expenses and Losses	1,467,768	-	1,467,768
CHANGE IN NET ASSETS	242,176	30,330	272,506
Net Assets – Beginning of Year	1,304,170	511,641	1,815,811
NET ASSETS – END OF YEAR	$ 1,546,346	$ 541,971	$ 2,088,317

See accompanying Notes to Financial Statements.

100 CLUB OF ARIZONA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2016

	Unrestricted	Temporarily Restricted	Total
REVENUES AND OTHER SUPPORT			
Contribution and Grants	$ 1,262,257	$ 265,661	$ 1,527,918
Contributions for Granite Mountain Hotshot Families	-	600	600
Donated Facilities, Services, and Other	90,549	-	90,549
Investment Income, Net	38,440	-	38,440
Total Support and Revenue	1,391,246	266,261	1,657,507
Special Events:			
Revenues from Special Events, Net of Cost of Direct Donor Benefits of $96,424	-	108,979	108,979
Net Assets Released from Restriction	186,893	(186,893)	-
Total Revenue and Other Support	1,578,139	188,347	1,766,486
EXPENSES			
Program	1,364,182	-	1,364,182
Support Services:			
Management and General	308,708	-	308,708
Fundraising	113,698	-	113,698
Total Expenses	1,786,588	-	1,786,588
CHANGE IN NET ASSETS	(208,449)	188,347	(20,102)
Net Assets – Beginning of Year	1,512,619	323,294	1,835,913
NET ASSETS – END OF YEAR	$ 1,304,170	$ 511,641	$ 1,815,811

See accompanying Notes to Financial Statements.

100 CLUB OF ARIZONA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2017

	Program Expenses	Management and General	Fundraising	Total
Personnel Costs	$ 359,241	$ 139,438	$ 31,556	$ 530,235
Scholarships	179,537	-	-	179,537
Other Benefits	307,069	-	-	307,069
Safety Equipment Stipends	102,145	-	-	102,145
Occupancy	23,500	23,500	-	47,000
Professional Fees	25,550	69,897	-	95,447
Telephone and Internet	4,200	1,606	371	6,177
Marketing and Public Relations	35,846	13,647	23,944	73,437
Supplies	2,439	35,356	1,217	39,012
Bank and Credit Card Fees	-	141	14,232	14,373
Insurance	6,791	7,894	599	15,284
Travel, Meetings, and Conferences	4,807	1,398	-	6,205
Postage and Printing	5,662	5,919	2,375	13,956
Other Expenses	453	4,379	4,181	9,013
Depreciation	10,083	3,361	-	13,444
Special Event Expenses	-	-	113,032	113,032
Investment Fees	-	928	-	928
	1,067,323	307,464	191,507	1,566,294
Less: Expenses Netted Against Revenues on the Statement of Activities:				
Special Event Expenses	-	-	(113,032)	(113,032)
Investment Fees	-	(928)	-	(928)
Total Expenses Included in the Expense Section of the Statement of Activities	$ 1,067,323	$ 306,536	$ 78,475	$ 1,452,334

See accompanying Notes to Financial Statements.

100 CLUB OF ARIZONA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2016

	Program Expenses	Management and General	Fundraising	Total
Personnel Costs	$ 427,829	$ 123,751	$ 32,484	$ 584,064
Benefits to Granite Mountain Hotshot Families	2,504	-	-	2,504
Scholarships	195,669	-	-	195,669
Other Benefits	319,345	-	-	319,345
Safety Equipment Stipends	225,137	-	-	225,137
Occupancy	22,500	25,078	-	47,578
Professional Fees	99,466	71,157	2,635	173,258
Telephone and Internet	4,696	1,795	414	6,905
Marketing and Public Relations	10,663	15,187	38,464	64,314
Supplies	4,495	35,878	1,750	42,123
Bank and Credit Card Fees	10,028	3,835	885	14,748
Insurance	4,143	15,916	-	20,059
Travel, Meetings, and Conferences	2,140	1,457	33	3,630
Postage and Printing	5,351	3,778	4,059	13,188
Events/Special Promotions	-	-	32,000	32,000
Other Expenses	1,744	506	974	3,224
Depreciation	28,472	9,491	-	37,963
Interest Expense	-	879	-	879
Special Event Expenses	-	-	96,424	96,424
Investment Fees	-	18,622	-	18,622
	1,364,182	327,330	210,122	1,901,634
Less: Expenses Netted Against Revenues on the Statement of Activities:				
Special Event Expenses	-	-	(96,424)	(96,424)
Investment Fees	-	(18,622)	-	(18,622)
Total Expenses Included in the Expense Section of the Statement of Activities	$ 1,364,182	$ 308,708	$ 113,698	$ 1,786,588

See accompanying Notes to Financial Statements.

100 CLUB OF ARIZONA
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in Net Assets	$ 272,506	$ (20,102)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	13,444	37,963
In-Kind Note Principal Payments	-	(5,335)
Donated Land	-	(26,000)
Net Realized/Unrealized (Gains) Losses on Investments	8,216	(25,749)
Loss on Sale of Property and Equipment	15,434	-
Increase (Decrease) in Cash Resulting from Changes in:		
Prepaid Expenses	(2,177)	(15,701)
Accounts Payable	(12,867)	(20,986)
Accrued Expenses	(53,819)	(2,101)
Deferred Revenue	(584)	584
Net Cash Provided (Used) by Operating Activities	240,153	(77,427)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Property and Equipment	(3,894)	(15,354)
Proceeds from Sales of Investments	26,766	1,620,618
Purchases of Investments	(1,028,572)	(325,216)
Net Cash Provided (Used) by Investing Activities	(1,005,700)	1,280,048
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(765,547)	1,202,621
Cash and Cash Equivalents – Beginning of Year	1,638,982	436,361
CASH AND CASH EQUIVALENTS – END OF YEAR	$ 873,435	$ 1,638,982
SUPPLEMENTAL DISCLOSURE OF NONCASH FINANCING ACTIVITIES		
Debt Forgiven on Truck Disposal	$ 21,299	$ -

See accompanying Notes to Financial Statements.

NOTE 1 NATURE OF ORGANIZATION

The 100 Club of Arizona (the Club) is a nonprofit Arizona corporation dedicated to supporting public safety officers, firefighters, and their families through financial assistance when these officers are seriously injured or killed in the line of duty, and to providing resources to enhance their safety and welfare. The Club pays surviving families of public safety officers and firefighters a one-time benefit of $15,000 for those killed on duty and $5,000 for those who die off duty. Officers and firefighters, who are seriously injured, and their families receive benefits up to $18,000. The Club provides assistance to improve the safety and welfare of public safety officers and firefighters by awarding safety equipment stipends to qualifying agencies each quarter. The Club also awards scholarships to family members of officers and firefighters to assist them with their pursuit of higher education.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The accompanying financial statements are presented in accordance with American Institute of Certified Public Accountants (AICPA) Not-for-Profit Industry Guidance within the Financial Accounting Standards Board (FASB) Codification (Guidance). Under the Guidance, the Club is required to report information regarding the financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets as follows:

Unrestricted Net Assets
Unrestricted net assets are not subject to donor-imposed stipulations and are available at the discretion of the board for use in the Club's operations.

Temporarily Restricted Net Assets
Temporarily restricted net assets are those which are subject to donor-imposed stipulations that may or will be met by the actions of the Club and/or the passage of time.

Permanently Restricted Net Assets
Permanently restricted net assets are those which represent permanent endowments where it is stipulated by donors that the principal remain in perpetuity and only the income is available as unrestricted or temporarily restricted, as per the endowment agreements. The Club did not have any permanently restricted net assets at December 31, 2017 and 2016.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation (Continued)

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted explicitly by donor stipulation or by law. Expirations of temporary restrictions on net assets, i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed, are reported as reclassifications between the applicable classes of net assets. Contributions received with donor-imposed restrictions that are met in the same year as received are reported as revenues in unrestricted net assets.

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 a number of 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

The Club considers all unrestricted highly liquid investments with and initial maturity of three months or less to be cash equivalents.

Investments

Investments are recorded at fair value. Investment income, including gains and losses on investments, is recorded as increases or decreases in unrestricted net assets unless its use is limited by donor-imposed restrictions or law.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted or permanently restricted support that increases those net asset classes. When a temporary restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Donated Materials and Services

Donated services are reported as contributions when the services (a) create or enhance nonfinancial assets or (b) would be purchased if they had not been provided by contribution, require specialized skills, and are provided by individuals possessing those skills. Donated equipment or materials, if significant, are included at fair value.

In addition, the Club received numerous hours of donated services by volunteers dedicated to the Club's programs. The fair value of these donated services is not recognized in the statements of activities since they do not meet the criteria for recognition under generally accepted accounting principles.

Property and Equipment

Property and equipment having a unit cost greater than $2,500 and a useful life of more than one year are capitalized at cost when purchased. Donated assets are capitalized at the estimated fair value at the date of receipt and restrictions are released once the asset has been placed into service. Betterments or acquisition are capitalized. Depreciation and amortization of property and equipment is computed on a straight-line basis over their estimated useful lives, which range from three to seven years. Maintenance and repairs are charged to operations when incurred. When property and equipment is sold or otherwise disposed of, the asset account and related accumulated depreciation account are relieved and any gain or loss is included in operations.

Impairment of Long-Lived Assets

The Club reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or fair value less costs to sell. Management does not believe impairment indicators were present at December 31, 2017 and 2016.

Fair Value Measurements

Fair value measurements of financial assets and financial liabilities and fair value measurements of nonfinancial items are recognized or disclosed at fair value in the financial statements on a recurring basis. Fair value is 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.

NOTE 2 SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fair Value Measurements (Continued)

The Club utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible. The Club determines fair value based on assumptions that market participants would use in pricing an asset or liability in the principal or most advantageous market. When considering market participant assumptions in fair value measurements, the following fair value hierarchy distinguishes between observable and unobservable inputs, which are categorized in one of the following levels:

Level 1: Unadjusted quoted prices in active markets for identical assets (or liabilities) that the reporting entity has the ability to access at the measurement date.

Level 2: Prices for a similar asset (or liability), other than quoted prices included in Level 1 inputs, that are observable for the asset (or liability), either directly or indirectly. If the asset (or liability) has a specified term, a Level 2 input must be observable for substantially the full term of the asset (or liability).

Level 3: Unobservable inputs for the asset (or liability) used to measure fair value to the extent that observable inputs are not available, thereby allowing for situations in which there is little, if any, market activity for the asset (or liability) at measurement date.

Income Tax Status

The Club qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code (IRC) and, therefore, there is no provision for federal or state corporate income taxes. In addition, the Club has been determined by the Internal Revenue Service not to be a private foundation within the meaning of Section 509(a) of the IRC.

Management believes that no uncertain tax positions exist for the Club at December 31, 2017.

Reclassifications

Certain reclassifications of amounts previously reported have been made to the accompanying 2016 financial statements to conform to the 2017 presentation. These reclassification have had no impact on net assets or change in net assets as previously reported.

NOTE 3 FAIR VALUE MEASUREMENTS

Fair Value of Financial Instruments

Fair value is defined as the amount 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.

The fair values of the financial instruments shown in the following tables as of December 31, 2017 and 2016 represent the amounts that would be received to sell those assets or that would be paid to transfer those liabilities in an orderly transaction between market participants at that date. Those fair value measurements maximize the use of observable inputs. However, in situations where there is little, if any, market activity for the asset or liability at the measurement date, the fair value measurement reflects the Club's own judgments about the assumptions that market participants would use in pricing the asset or liability. Those judgments are developed by the Club based on the best information available in the circumstances, including expected cash flows and appropriately risk-adjusted discount rates, and available observable and unobservable inputs.

Investments

Overall Investment Objective

The overall investment objective of the Club is preservation of principal. The Club believes it is more important to protect principal plus increases in portfolio value due to capital growth than to attempt to maximize growth by incurring additional risk. In general, the Club invests its assets in such a manner to mitigate undue risk through diversification while attempting to produce a rate of return that exceeds the stated rate of annual inflation.

Allocation of Investment Strategies

The Club may utilize common stock, corporate and government bonds, convertible securities, mutual funds (including international equities and bonds), certificates of deposit, and cash equivalents. All assets selected for the portfolio must have a readily ascertainable market value and must be readily marketable.

The Club also invests in the Arizona Community Foundation, Inc. (ACF) pool. The fair value of these investments is based on its investment percentage in the investment pool. The ACF pool is invested in cash, equity securities, bonds, and other investments. This investment is classified within Level 3 of the valuation hierarchy.

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

Fair Value Hierarchy

The following table presents the placement in the fair value hierarchy of assets that are measured at fair value on a recurring basis at December 31, 2017:

	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Fixed Income	$ 6,070	$ -	$ -	$ 6,070
Certificates of Deposit	-	645,516	-	645,516
Pooled Funds at Arizona Community Foundation	-	-	611,977	611,977
Total	$ 6,070	$ 645,516	$ 611,977	$ 1,263,563

The following table presents the placement in the fair value hierarchy of assets that are measured at fair value on a recurring basis at December 31, 2016:

	Level 1	Level 2	Level 3	Total
Mutual Funds:				
Bonds	$ -	$ 22,003	$ -	$ 22,003
Certificates of Deposit	-	247,970	-	247,970
Total	$ -	$ 269,973	$ -	$ 269,973

The following is a reconciliation of the beginning and ending balances of assets measured at fair value on a recurring basis using significant unobservable (Level 3) inputs during the years ended December 31:

	2017	2016
Balance – Beginning of Year	$ -	$ -
Purchases/Contributions of Investments	600,000	-
Realized and Unrealized Gains	10,085	-
Interest and Dividends	2,521	-
Investment Management Fees	(629)	-
Balance – End of Year	$ 611,977	$ -

NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

Total investment income, gains, and losses consist of the following for the years ended December 31:

	2017	2016
Net Realized and Unrealized Gains (Losses)	$ (8,216)	$ 25,749
Interest and Dividend Income	20,240	31,313
Less: Investment Fees	(928)	(18,622)
Total	$ 11,096	$ 38,440

NOTE 4 PROPERTY AND EQUIPMENT

Property and equipment as of December 31 consist of the following:

	2017	2016
Cost or Donated Value:		
Office Furniture and Equipment	$ 35,805	$ 31,910
Database Software System	189,475	189,477
Yukon Truck	-	60,108
Land Held for Resale	26,000	26,000
Total Cost or Donated Value	251,280	307,495
Less: Accumulated Depreciation	(212,601)	(222,533)
Net Property and Equipment	$ 38,679	$ 84,962

Depreciation and amortization expense totaled $13,444 and $37,963 for the years ended December 31, 2017 and 2016.

NOTE 5 LONG-TERM DEBT

A Yukon truck with a cost of $60,108 was donated to the Club in 2014 with a donated down payment of $27,000 and a loan payable from the Club of $33,108. During the year ended December 31, 2016, the required loan payments under the loan were paid by the dealership, where the Yukon was originally acquired. The dealership was not bound to make the loan payments.

Note payments of $5,970, including interest expense, were made by a donor for the year ended December, 31, 2016. The donated interest expense amounted to $635 for the year ended December, 31, 2016. In January of 2017, the truck was returned to the dealership and the outstanding debt on the truck was forgiven. There was no debt outstanding as of December 31, 2017.

NOTE 6 LEASES

The Club has a one-year operating lease for its offices that renews each year in April, the rent of which is donated. Consequently, there are no future minimum payments.

The Club leases a copier for 60 months, beginning November 2016 and ending October 2021. The lease payments are $199 plus taxes per month. Minimum lease payments remaining are:

Year Ending December 31,	Amount
2018	$ 2,388
2019	2,388
2020	2,388
2021	1,990
Total	$ 9,154

Total rent expense for offices and equipment was $47,000 and $47,578 for the years ended December 31, 2017 and 2016, respectively.

NOTE 7 AGENCY FUNDS

The Club maintains a cash account on behalf of the Department of Corrections Memorial (DOC). The funds are held separately from the Club's operation accounts and are used to pay for expenses of the DOC. The net activity for the funds received and disbursed are not recorded on the statement of activities as the Club is acting as an agent on their behalf.

As of December 31, 2017, the cash held on behalf of and due to the DOC upon request is $37,406 and is shown separately on the statements of financial position. For the year ended December 31, 2016, the cash held on behalf of and due to the DOC upon request was $24,233. This amount was included in the cash and cash equivalents balance as well as the temporary restricted net assets in the prior year. Adjustments to the prior year were not made by management due to the immateriality of the related adjustments to the financial statements taken as a whole.

NOTE 8 RELATED PARTY TRANSACTIONS

Insurance coverage for the Club was purchased through a board member who is an insurance broker. The coverage purchased through the board member is for D&O, general liability, and property insurance. Premiums purchased through the board member were paid directly to the insurance provider and were $13,409 and $21,230 for the years ended December 31, 2017 and 2016, respectively.

Office space of $44,000 was donated by a company related to a board member during the years ended December 31, 2017 and 2016.

Contributions from board members totaled $189,243 and $148,695 for the years ended December 31, 2017 and 2016, respectively.

NOTE 9 DONATED FACILITIES AND SERVICES

The Club recognizes contribution revenue for donated facilities, services and other resources received at fair value. Those donated facilities, services and other resources have been reported as follows at December 31:

	2017	2016
Program - Occupancy	$ 22,000	$ 21,365
Management and General		
Occupancy	22,000	22,635
Legal Fees	-	14,579
Interest expense	-	635
Loan Payments	-	5,335
Donated Land Held for Resale	-	26,000
Total	$ 44,000	$ 90,549

NOTE 10 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes at December 31:

	2017	2016
Bruce Harrolle Scholarship	$ 15,762	$ 16,242
Davidson Family Foundation Scholarship	17,649	17,278
Granite Mountain Hotshots Families Assistance	11,905	11,905
HEROS - Prescott Firefighter's Charities	-	11,318
Department of Corrections Memorial	-	24,233
Mike Terrin Memorial	5,620	8,120
Remembering Dee	56	1,543
Rob Targosz Scholarship	-	2,000
Schechterle Scholarship Ball	181,286	108,979
Scholarship Funds	22,193	22,448
Sean Drenth Memorial	-	2,000
Stenholm Ride	11,448	12,698
Survivors Fund	276,052	272,877
Total	$ 541,971	$ 511,641

Net assets released from restrictions were $184,137 and $186,893 for the years ended December 31, 2017 and 2016, respectively. All of the releases were purpose restricted for both years.

NOTE 11 CONCENTRATION OF CREDIT RISK

Financial instruments that potentially subject the Club to concentration of credit risk consist principally of cash, cash equivalents, and investments. To manage concentration risk, the Club places its cash and investments with high credit quality financial institutions. From time to time throughout the year, the Club's cash balances may exceed the amounts covered by insurance provided by the FDIC, up to $250,000 per institution.

NOTE 12 SUBSEQUENT EVENTS

The Club evaluated subsequent events through May 9, 2018, the date the financial statements were available to be issued, and concluded that no events or transactions occurred during that period which require recognition or disclosure.