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WASHINGTON OFFICE ON LATIN AMERICA

FINANCIAL STATEMENTS

AND

INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2017 AND 2016

MATTHEWS, CARTER & BOYCE
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WASHINGTON OFFICE ON LATIN AMERICA

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MATTHEWS, CARTER & BOYCE
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Independent Auditors' Report

Board of Directors
Washington Office on Latin America
Washington, DC

Report on the Financial Statements

We have audited the accompanying financial statements of Washington Office on Latin America (a nonprofit organization) which comprise the statements of financial position as of December 31, 2017 and 2016, and the related statements of activities and changes in net assets, 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 audits 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 auditors consider 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 Washington Office on Latin America as of December 31, 2017 and 2016, 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.

Matthews Carter and Boyce

Fairfax, VA
May 2, 2018

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WASHINGTON OFFICE ON LATIN AMERICA

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2017 AND 2016

ASSETS

	2017	2016
CURRENT ASSETS		
Cash and cash equivalents	$ 431,080	$ 874,618
Grants and contracts receivable	1,418,315	1,772,500
Pledges receivable	78,500	41,000
Contributions receivable	102,084	33,665
Other receivables	16,462	8,007
Prepaid expenses and other	71,126	75,747
Total Current Assets	$ 2,117,567	$ 2,805,537
OTHER ASSETS		
Pledges receivable, net of current portion	$ 15,000	$ 45,000
Property and equipment, net	212,087	74,644
Investments	886,862	814,581
Security deposits	24,190	27,056
Total Other Assets	$ 1,138,139	$ 961,281
TOTAL ASSETS	$ 3,255,706	$ 3,766,818

LIABILITIES AND NET ASSETS

	2017	2016
CURRENT LIABILITIES		
Accounts payable and accrued expenses	$ 91,591	$ 70,764
Deferred revenue	52,974	28,573
Deferred rent and lease incentive	27,993	56,627
Total Current Liabilities	$ 172,558	$ 155,964
LONG-TERM LIABILITIES		
Deferred rent and lease incentive, net of current portion	$ 275,297	$ 30,815
Total Long-Term Liabilities	$ 275,297	$ 30,815
Total Liabilities	$ 447,855	$ 186,779
NET ASSETS		
Unrestricted		
Board-designated	$ 777,488	$ 814,581
Undesignated	-	138,637
Total Unrestricted Net Assets	$ 777,488	$ 953,218
Temporarily restricted net assets	2,030,363	2,626,821
Total Net Assets	$ 2,807,851	$ 3,580,039
TOTAL LIABILITIES AND NET ASSETS	$ 3,255,706	$ 3,766,818

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

WASHINGTON OFFICE ON LATIN AMERICA

STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS

FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017			2016		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
REVENUE AND SUPPORT						
Grants and contributions	$ 595,585	$ 1,596,824	$ 2,192,409	$ 436,236	$ 3,713,703	$ 4,149,939
Contract services revenue	45,062	-	45,062	128,179	-	128,179
Special event - gala	304,375	-	304,375	366,093	-	366,093
Less cost of direct benefit to gala donors	(55,687)	-	(55,687)	(32,813)	-	(32,813)
Pledges	-	80,500	80,500	-	57,000	57,000
Investment income	72,605	-	72,605	46,850	-	46,850
Programs and publications	8,300	-	8,300	21,500	-	21,500
Donated services	3,000	-	3,000	73,209	-	73,209
Net assets released from restrictions	2,273,782	(2,273,782)	-	2,511,519	(2,511,519)	-
Total Revenue and Support	$ 3,247,022	$ (596,458)	$ 2,650,564	$ 3,550,773	$ 1,259,184	$ 4,809,957
EXPENSES						
Program services	$ 2,628,173	$ -	$ 2,628,173	$ 2,857,755	$ -	$ 2,857,755
Supporting services						
General and administrative	$ 381,588	$ -	$ 381,588	$ 326,057	$ -	$ 326,057
Fundraising	412,991	-	412,991	345,529	-	345,529
Total Supporting Services	$ 794,579	$ -	$ 794,579	$ 671,586	$ -	$ 671,586
Total Expenses	$ 3,422,752	$ -	$ 3,422,752	$ 3,529,341	$ -	$ 3,529,341
CHANGE IN NET ASSETS	$ (175,730)	$ (596,458)	$ (772,188)	$ 21,432	$ 1,259,184	$ 1,280,616
NET ASSETS, BEGINNING OF YEAR	953,218	2,626,821	3,580,039	931,786	1,367,637	2,299,423
NET ASSETS, END OF YEAR	$ 777,488	$ 2,030,363	$ 2,807,851	$ 953,218	$ 2,626,821	$ 3,580,039

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

WASHINGTON OFFICE ON LATIN AMERICA

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2017

	Program Services	Supporting Services: General and Administrative	Supporting Services: Fundraising	Total Supporting Services	Total Expenses
Expenses					
Salaries	$ 1,435,437	$ 214,642	$ 206,141	$ 420,783	$ 1,856,220
Employee benefits and payroll taxes	295,513	49,453	42,937	92,390	387,903
Occupancy	166,529	27,240	22,525	49,765	216,294
Travel	277,757	17,371	31,842	49,213	326,970
Consultants	198,515	6,294	29,550	35,844	234,359
Meetings and receptions	37,225	8,257	26,563	34,820	72,045
Communications	56,055	1,262	19,478	20,740	76,795
Printing and publications	23,423	986	12,565	13,551	36,974
Depreciation and amortization	51,697	7,731	7,424	15,155	66,852
Professional services	13,983	5,500	1,687	7,187	21,170
Telephone	33,716	6,296	4,803	11,099	44,815
Equipment rental/purchase	2,226	506	338	844	3,070
Office supplies	6,720	2,312	1,009	3,321	10,041
Taxes and insurance	8,067	1,339	1,171	2,510	10,577
Subscriptions/reference materials	11,931	2,040	1,143	3,183	15,114
Postage	-	254	3,144	3,398	3,398
Recruitment	-	1,343	-	1,343	1,343
Repairs and maintenance	1,456	243	206	449	1,905
Bank and credit card fees	-	7,287	-	7,287	7,287
Dues/fees/licenses	1,233	4,405	95	4,500	5,733
Staff development	6,690	16,827	370	17,197	23,887
Total Expenses	$ 2,628,173	$ 381,588	$ 412,991	$ 794,579	$ 3,422,752

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

WASHINGTON OFFICE ON LATIN AMERICA

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2016

	Program Services	Supporting Services: General and Administrative	Supporting Services: Fundraising	Total Supporting Services	Total Expenses
Expenses					
Salaries	$ 1,347,691	$ 135,073	$ 181,472	$ 316,545	$ 1,664,236
Employee benefits and payroll taxes	309,578	31,013	41,979	72,992	382,570
Occupancy	220,760	22,269	29,915	52,184	272,944
Travel	426,107	16,837	22,988	39,825	465,932
Consultants	334,049	-	2,000	2,000	336,049
Meetings and receptions	26,962	7,436	28,704	36,140	63,102
Communications	34,910	-	4,056	4,056	38,966
Printing and publications	35,048	1,980	16,429	18,409	53,457
Depreciation and amortization	26,228	2,629	3,532	6,161	32,389
Professional services	21,990	75,336	2,230	77,566	99,556
Telephone	36,252	5,210	4,866	10,076	46,328
Equipment rental/purchase	4,674	693	449	1,142	5,816
Office supplies	7,763	1,269	1,200	2,469	10,232
Taxes and insurance	8,514	870	1,152	2,022	10,536
Subscriptions/reference materials	11,857	779	926	1,705	13,562
Postage	450	255	2,761	3,016	3,466
Recruitment	3,202	12,764	669	13,433	16,635
Repairs and maintenance	15	4,924	-	4,924	4,939
Bank and credit card fees	705	69	87	156	861
Dues/fees/licenses	-	5,215	-	5,215	5,215
Staff development	1,000	1,436	114	1,550	2,550
Total Expenses	$ 2,857,755	$ 326,057	$ 345,529	$ 671,586	$ 3,529,341

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

WASHINGTON OFFICE ON LATIN AMERICA

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2017 AND 2016

	2017	2016
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	$ (772,188)	$ 1,280,616
Adjustments to reconcile change in net assets to net cash - operating activities:		
Depreciation and amortization	66,852	32,389
Unrealized (gains) on investments	(53,480)	(29,260)
(Increase) decrease in:		
Grants and contracts receivable	354,185	(1,222,785)
Pledges receivable	(7,500)	9,000
Contributions receivable	(68,419)	98,295
Other receivables	(8,455)	22,202
Prepaid expenses and other	4,621	(6,596)
Security deposits	2,866	-
Increase (decrease) in:		
Accounts payable and accrued expenses	20,827	9,437
Deferred revenue	24,401	(13,047)
Deferred rent and lease incentive	215,848	(46,747)
Net Cash - Operating Activities	$ (220,442)	$ 133,504
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments - reinvested dividends and earnings	$ (18,801)	$ (17,201)
Purchase of property and equipment	(204,295)	(23,425)
Net Cash - Investing Activities	$ (223,096)	$ (40,626)
NET CHANGE IN CASH	$ (443,538)	$ 92,878
CASH, BEGINNING OF YEAR	874,618	781,740
CASH, END OF YEAR	$ 431,080	$ 874,618

There were no non-cash investing or financing activities during the years ended December 31, 2017 or 2016.

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

Note 1. Organization

Washington Office on Latin America (WOLA or the Organization) was incorporated on July 27, 1981 as a District of Columbia nonprofit organization. The Organization is an independent, locally-controlled organization with a volunteer Board of Directors.

WOLA is a leading research and advocacy organization advancing human rights in the Americas. The Organization envisions a future where public policies protect human rights and recognize human dignity, and where justice overcomes violence. WOLA tackles problems that transcend borders and demand cross-border solutions. The Organization creates strategic partnerships with courageous people making social change – advocacy organizations, academics, religious and business leaders, artists, and government officials. Together, WOLA and its partners advocate for more just societies in the Americas.

Note 2. Summary of Significant Accounting Policies

This summary of WOLA's significant accounting policies is presented to assist in understanding the financial statements.

WOLA prepares its financial statements on the accrual basis of accounting. Under this method of accounting, revenue is recognized when earned, and expenses are recognized when the related goods or services are received.

Financial Statement Presentation

Financial statement presentation follows the requirements of the Financial Accounting Standards Board Accounting Standards Codification (ASC) Topic 958-205, Presentation of Financial Statements for Not-for-Profit Entities. Under this guidance, WOLA is required to report information regarding its financial positions and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Income Taxes

The Internal Revenue Service has determined that WOLA is tax-exempt under Section 501(c)(3) of the Internal Revenue Code. The Organization is subject to a tax on income from any unrelated business. WOLA did not have any unrelated business income during the years ended December 31, 2017 or 2016.

Note 2. Summary of Significant Accounting Policies (Continued)

Income Taxes (Concluded)

WOLA has adopted the recognition requirements for uncertain income tax positions as required by generally accepted accounting principles, with no cumulative effect adjustment required. Income tax benefits and liabilities are recognized for income tax positions taken or expected to be taken in a tax return, only when it is determined that the income tax position will more-likely-than-not be sustained upon examination by taxing authorities. WOLA has analyzed the tax positions taken for filing with the Internal Revenue Service and all state jurisdictions where it operates. WOLA believes that income tax filing positions will be sustained upon examination and does not anticipate any adjustments that would result in a material adverse effect on WOLA's financial condition, results of operations or cash flows. Accordingly, WOLA has not recorded any reserves, or related accruals for interest and penalties for uncertain income tax positions at December 31, 2017 or 2016.

Cash and Cash Equivalents

For financial statement purposes, WOLA considers all interest bearing deposits, except for cash and money market funds held in professionally managed investment accounts, to be cash equivalents.

Financial Instruments and Credit Risk

WOLA maintains its cash and cash equivalents with a commercial financial institution in which the aggregate balance may exceed, at times, the Federal Deposit Insurance Corporation (FDIC) insured limit of $250,000 per depositor per institution. WOLA has never experienced, nor does management anticipate, any losses on its funds.

Credit risk associated with accounts receivable and promises to give is considered to be limited due to high historical collection rates.

Investments are monitored by the Investment Committee of the Board of Directors. Although the fair values of investments are subject to fluctuation on a year-to-year basis, WOLA believes that the investment policies and guidelines are prudent for the long-term welfare of the organization.

Fair Value

The carrying amounts reflected in the financial statements for cash and cash equivalents accounts approximate the respective fair values due to the short maturities of those instruments.

Note 2. Summary of Significant Accounting Policies (Continued)

Fair Value (Concluded)

In accordance with the ASC, WOLA has categorized its financial instruments, 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 instrument 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. Investments recorded in the Statements of Financial Position are categorized based on the inputs to valuation techniques as follows:

- Level 1. These are investments where values are based on unadjusted quoted prices for identical assets in an active market that WOLA has the ability to access.
- Level 2. These are investments where values are based on quoted prices in markets that are not active, or model inputs that are observable either directly or indirectly for substantially the full-term of the investments.
- Level 3. These are investments where values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. These inputs reflect assumptions by management about what market participants would use in pricing the investments. These investments include non-readily marketable securities that do not have an active market.

Property and Equipment, Leasehold Improvements, Depreciation and Amortization

Property and equipment, including software, and leasehold improvements with an original cost of $2,000 or more, are carried at cost, or if donated, at the approximate fair market value at the date of donation. Items with an original cost or fair market value at the date of donation of less than $2,000 are expensed when acquired. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives using a straight-line method from three to seven years for property and equipment, and over the life of the lease in the case of leasehold improvements.

Donated Materials and Services

WOLA records the value of donated goods and services when there is an objective basis available to measure their value and when WOLA would have otherwise had to purchase the goods or services. During 2017 and 2016, WOLA received donated services valued at $3,000 and $73,209, respectively. These services are included in professional services in the Statement of Functional Expenses.

WOLA generally pays for services requiring specific expertise. While many individuals volunteer their time and perform a variety of tasks that assist WOLA in its work, these services do not meet the criteria for recognition as contributed services.

Grants, Contributions, Pledges and Other Receivables

Grants, contributions and pledges received are recognized when the donor makes a promise to give to WOLA that is, in substance, unconditional. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or the purpose of the restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Changes in Net Assets as net assets released from restrictions.

Note 2. Summary of Significant Accounting Policies (Concluded)

Grants, Contributions, Pledges and Other Receivables (Concluded)

Other accounts receivable are recorded at the lower of cost or fair value. The risk of loss on the receivables is the balance due at the time of default. All receivables are unsecured.

WOLA uses the allowance method to determine uncollectible grants, contributions, pledges and other receivables. The allowance is based on prior years' experience and management's analysis of specific promises made. Management has determined that no allowance is necessary as of December 31, 2017 or 2016.

WOLA's revenue stream varies from year to year due to the fact that WOLA has throughout its history received large grants in a particular year that are then disbursed over a period of one to five years. This revenue stream results in WOLA reflecting income in one year, generally followed by one to five years of losses as WOLA disburses the funds to comply with grant requirements.

Deferred Revenue

Deferred revenue represents payments received for services that have not yet been performed.

Classification of Net Assets

WOLA's net assets are reported as follows:

- Unrestricted net assets represent the portion of expendable funds that are available for the general support of WOLA's operations.
- Temporarily restricted net assets represent amounts that are specifically restricted by donors or grantors for various purposes or time periods.

Functional Allocation of Expenses

The costs of providing the various programs and supporting services have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Costs that can be identified with a particular program or support function are charged directly to that program or function. Salaries and related costs have been allocated among the programs and supporting services based upon timesheets and management's best estimates of the proportion of these costs applicable to each program. Other allocable costs have been allocated to program expenses and supporting services based upon management's best estimates.

Use of Estimates

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

Reclassifications

A time restricted grant in the prior year's financial statements was recorded as unrestricted. It has been reclassified as restricted for current year's presentation. The reclassification had no effect on the previously reported total change in net assets.

Note 3. Investments

WOLA invests in professionally managed portfolios. Such investments are exposed to various risks such as interest rate, market and credit. Due to the level of risk associated with such investments and the level of uncertainty related to changes in the value of such investments, it is at least reasonably possible that changes in risks in the near term could materially affect investment balances and the amounts reported in the financial statements.

Investment securities are carried at fair value based on quoted prices in active markets (all Level 1 inputs) and consist of the following at December 31:

	2017		2016	
	Cost	Fair Value	Cost	Fair Value
Equity funds	$ 208,390	$ 325,646	$ 217,438	$ 268,753
Bond funds	523,412	518,161	501,646	504,798
REIT funds	31,544	43,055	26,138	41,030
	$ 763,346	$ 886,862	$ 745,222	$ 814,581

Return on investments and interest income on bank accounts consists of the following for the years ended December 31:

	2017	2016
Interest and dividends	$ 18,805	$ 17,081
Capital gains	320	509
Net unrealized gains	53,480	29,260
Total Return	$ 72,605	$ 46,850

The investment account represents the amount that has been set aside by the Board of Directors as a reserve. Recent market conditions have resulted in an unusually high degree of volatility which could impact the value of the investments after the date of these financial statements.

Note 4. Grants, Contracts and Pledges Receivable

Grants and contracts receivable consisted of the following as of December 31:

	2017	2016
Amounts due in:		
Less than one year	$ 1,418,315	$ 1,772,500
One to five years	-	-
Grants and contracts receivable	$ 1,418,315	$ 1,772,500

Pledges receivable consisted of the following as of December 31:

	2017	2016
Amounts due in:		
Less than one year	$ 78,500	$ 41,000
One to five years	15,000	45,000
	$ 93,500	$ 86,000

Note 5. Property and Equipment

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

	2017	2016
Leasehold improvements	$ 199,952	$ 235,262
Furniture and equipment	57,617	52,590
Website	43,190	68,600
	$ 300,759	$ 356,452
Less, accumulated depreciation and amortization	(88,672)	(281,808)
Net Property and Equipment	$ 212,087	$ 74,644

Depreciation expense totaled $16,177 and $15,399 for years ended December 31, 2017 and 2016, respectively.

Note 6. Tax Shelter Annuity Plan

WOLA has adopted a plan to purchase annuity contracts for its employees under the provisions of Section 403(b) of the Internal Revenue Code. The plan was issued by TIAA-CREF. The annual plan contribution is up to a five percent matching contribution of eligible employees' salaries. Retirement plan expense for the years ended December 31, 2017 and 2016 was $45,558 and $56,136 respectively.

Note 7. Lease Commitments, Deferred Rent and Deferred Lease Incentive

WOLA signed a lease for office space in December 2007, with a commencement date of July 1, 2008 and an expiration date of June 30, 2018. The lease agreement was renegotiated and extended in December 2016 with amendments in April and November of 2017. The lease extension commenced on July 1, 2017 and expires on June 30, 2024. The extended lease agreement provides for:

- a decrease in the square footage that is being rented,
- an annual increase of 2.5% to the base rent,
- an option to extend the lease for an additional five-year term,
- additional rent for the increase in real estate taxes and operating costs over the base year costs for WOLA's proportionate share of such costs,
- rent was abated for the period July through November 2017,
- the security deposit was decreased from $27,056 to $24,190, and
- the landlord provided WOLA with an improvement allowance not to exceed $208,380 to be used for designing and constructing tenant improvements.

Rent expense under this lease will be recognized over the life of the lease on a straight-line basis. Straight-line rent expense over the life of the lease will be $290,131 for each of the years 2018 through 2023 and $145,066 for the year ending December 31, 2024. During 2017 the variance between the straight-line rent expense and the rent paid/abated was recorded as deferred rent in the amount of $121,333.

Note 7. Lease Commitments, Deferred Rent and Deferred Lease Incentive (Concluded)

As of December 31, 2017 WOLA has incurred $199,952 of tenant improvements which qualify for the improvement allowance. This amount is recorded as leasehold improvements and deferred lease incentive in the statement of financial position. The leasehold improvements will be amortized over the life of the lease on a straight-line basis. The deferred lease incentive will be amortized against rent expense over the life of the lease on a straight-line basis. For the year ended December 31, 2017, $13,997 has been recorded as amortization of this deferred lease incentive to reduce rent expense.

WOLA leases office equipment under an agreement, which expires in September 2021. The monthly payment under this lease is $556. Annual payments are $6,669.

The future minimum lease payments on an annual basis are as follows:

Year Ending December 31,	Amount
2018	$ 295,032
2019	302,256
2020	309,653
2021	315,557
2022	318,300
Thereafter	491,395
Total	$ 2,032,193

In March 2016, WOLA entered into a sublease agreement for a portion of the office space for a lease term commencing on April 1, 2016 and expiring on September 30, 2017. The rental income is reported as a reduction of occupancy expense. All subleases expired in 2017 and were not renewed. There is no future minimum rental income from subleases.

Note 8. Concentrations

Donors

Two donors accounted for approximately 37% of total revenue in 2017. Three donors accounted for approximately 78% of grants and contracts receivable at December 31, 2017.

Two donors accounted for 53% of total revenue in 2016. Two donors accounted for approximately 77% of grants and contracts receivable at December 31, 2016.

Note 9. Temporarily Restricted Net Assets

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

	2016	Additions	Releases	2017
Program Activities	$ 975,850	$ 1,596,824	$ 1,403,085	$ 1,169,589
Time Restricted	1,544,971	-	792,696	752,274
Pledges	106,000	80,500	78,000	108,500
Total	$ 2,626,821	$ 1,677,324	$ 2,273,782	$ 2,030,363

Note 9. Temporarily Restricted Net Assets (Concluded)

	2015	Additions	Releases	2016
Program Activities	$ 918,396	$ 2,089,953	$ 2,032,499	$ 975,850
Time Restricted	354,241	1,623,750	433,020	1,544,971
Pledges	95,000	57,000	46,000	106,000
Total	$ 1,367,637	$ 3,770,703	$ 2,511,519	$ 2,626,821

Note 10. Subsequent Events

Management has evaluated subsequent events through May 2, 2018, the date on which the financial statements were available to be issued. Management determined that no subsequent event has occurred that requires disclosure in the financial statements.