HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.

FINANCIAL STATEMENTS

Year Ended September 30, 2018

HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.

September 30, 2018

OFFICERS

Walter E. Saxon, Jr.	Chairman
Paul Benneche	Vice Chairman
Laura McClenny	Secretary and Treasurer

President / CEO

Preston Willson

Center Director

Heather Benninghove

JEFFREY S ALLEN, CPA
TIMOTHY A BLANKS, CPA
CHARLES "CHUCK" McGINNIS, JR., CPA

ROBERT L. HARDING, CPA

BROCKMAN, DRINKARD & PENNINGTON
CERTIFIED PUBLIC ACCOUNTANTS

A PROFESSIONAL CORPORATION

MEMBERS:
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
THE VIRGINIA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

The Officers and Directors
Holiday Lake 4-H Educational Center, Inc.
Appomattox, Virginia

We have audited the accompanying financial statements of Holiday Lake 4-H Educational Center, Inc., (a nonprofit organization) which comprise the statement of financial position as of September 30, 2018, and the related statements of activities, functional expenses and cash flows for the year 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the 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 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 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 Holiday Lake 4-H Educational Center, Inc., as of September 30, 2018, and the changes in its net assets and cash flows for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Brockman, Drinkard & Pennington

Lynchburg, Virginia

December 4, 2018

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HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.
Statement of Financial Position
September 30, 2018

ASSETS

Current Assets:	
Cash and cash equivalents	$ 300,212.35
Short-term investments	159,403.68
Accounts receivable	22,788.93
Supplies inventory	13,747.66
Total Current Assets	$ 496,152.62
Property and Equipment, net	1,401,400.14
Total Assets	$ 1,897,552.76

LIABILITIES AND NET ASSETS

Current Liabilities:	
Accounts payable	$ 20,929.61
Notes payable, current portion	52,314.72
Accrued expenses	27,058.35
Total Current Liabilities	$ 100,302.68
Long-term Liabilities:	
Notes payable, long-term	$ 18,816.63
Net Assets:	
Unrestricted	$ 1,439,648.06
Temporarily restricted	338,785.39
Total Net Assets	$ 1,778,433.45
Total Liabilities and Net Assets	$ 1,897,552.76

See accompanying notes to financial statements.

HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.
Statement of Activities
For the Year Ended September 30, 2018

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
CHANGES IN NET ASSETS				
PUBLIC SUPPORT AND REVENUE:				
Public Support:				
Contributions and grants	$ 38,582.20	$ 122,787.65	$ -	$ 161,369.85
Contributions of labor	57,340.00	-	-	57,340.00
Contributions of equipment and supplies	22,254.31	-	-	22,254.31
Total Public Support	$ 118,176.51	$ 122,787.65	$ -	$ 240,964.16
Revenue:				
4-H campers' lodging and food	$ 330,345.94	$ -	$ -	$ 330,345.94
Other campers' lodging and food	283,099.28	-	-	283,099.28
Pool revenue	2,772.00	-	-	2,772.00
Other income	1,569.21	-	-	1,569.21
Store sales (net of $20,810.52 expenses)	12,341.13	-	-	12,341.13
Raffle sales (net of $7,601.42 expenses)	19,442.58	-	-	19,442.58
Realized & unrealized investment gains	-	8,646.51	-	8,646.51
Investment income	-	2,201.42	-	2,201.42
Total Revenue	$ 649,570.14	$ 10,847.93	$ -	$ 660,418.07
Net Assets Released from Restrictions	$ 69,472.02	$ (69,472.02)	$ -	$ -
Total Public Support and Revenue	$ 837,218.67	$ 64,163.56	$ -	$ 901,382.23
EXPENSES:				
Program services	$ 799,393.48	$ -	$ -	$ 799,393.48
Support services:				
Management and general	62,955.67	-	-	62,955.67
Fund raising	57,010.70	-	-	57,010.70
Total Functional Expenses	$ 919,359.85	$ -	$ -	$ 919,359.85
Changes in Net Assets	$ (82,141.18)	$ 64,163.56	$ -	$ (17,977.62)
NET ASSETS, BEGINNING OF YEAR	1,521,789.24	274,621.83	-	1,796,411.07
NET ASSETS, END OF YEAR	$ 1,439,648.06	$ 338,785.39	$ -	$ 1,778,433.45

See accompanying notes to financial statements.

HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.
Statement of Functional Expenses
For the Year Ended September 30, 2018

	Program Services	Support Services		Total Functional Expenses
		Management and General	Fund Raising	
Salaries	$ 325,531.13	$ 29,223.91	$ 33,119.43	$ 387,874.47
Employee benefits	17,231.63	1,546.94	1,753.14	20,531.71
Payroll taxes	21,452.91	1,925.89	2,182.61	25,561.41
Total Salaries and Related Expenses	$ 364,215.67	$ 32,696.74	$ 37,055.18	$ 433,967.59
Advertising	6,682.21	-	2,863.81	9,546.02
Depreciation	112,171.34	7,478.09	4,985.39	124,634.82
Development	-	-	-	-
Dues and subscriptions	3,475.66	-	868.92	4,344.58
Environmental education	1,865.41	-	-	1,865.41
Food service	132,667.94	-	-	132,667.94
General supplies	11,393.96	-	-	11,393.96
Instructional materials	19,252.41	-	-	19,252.41
Insurance	28,901.70	1,605.65	1,605.65	32,113.00
Interest expense	982.75	-	982.75	1,965.50
Miscellaneous	12,019.81	1,335.53	-	13,355.34
Office	23,662.89	4,445.23	2,591.01	30,699.13
Professional fees	-	5,729.10	-	5,729.10
Registration and conference	1,847.49	-	-	1,847.49
Repairs and maintenance	31,313.02	-	-	31,313.02
Taxes and licenses	871.35	-	-	871.35
Telephone	2,034.58	1,017.29	1,017.29	4,069.16
Travel	867.65	162.99	95.00	1,125.64
Utilities	45,167.64	8,485.05	4,945.70	58,598.39
Total Functional Expenses	$ 799,393.48	$ 62,955.67	$ 57,010.70	$ 919,359.85

See accompanying notes to financial statements.

HOLIDAY LAKE 4-H EDUCATIONAL CENTER, INC.
Statement of Cash Flows
For the Year Ended September 30, 2018

CASH FLOW FROM OPERATING ACTIVITIES:	
Change in net assets	$ (17,977.62)
Adjustments to reconcile change in net assets to net cash from operating activities:	
Depreciation	124,634.82
Realized and unrealized (gain) on short-term investments	(8,646.51)
Changes in assets and liabilities:	
Accounts receivable	(4,058.40)
Supplies inventory	2,196.84
Accounts payable	(8,016.31)
Accrued expenses	(268.74)
Net Cash from Operating Activities	$ 87,864.08
CASH FLOW FROM INVESTING ACTIVITIES:	
Proceeds from sale of investment securities	$ 132,360.70
Purchase of investment securities	(123,714.19)
Purchases of property and equipment	(7,909.00)
Net Cash from Investing Activities	$ 737.51
CASH FLOW FROM FINANCING ACTIVITIES:	
Loan proceeds	$ 5,325.00
Repayment of note payable	(27,326.08)
Net Cash (used in) Financing Activities	$ (22,001.08)
NET INCREASE IN CASH AND CASH EQUIVALENTS	$ 66,600.51
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	393,015.52
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 459,616.03
SUPPLEMENTARY INFORMATION:	
Cash paid for interest	$ 1,965.50

See accompanying notes to financial statements.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities -

Holiday Lake 4-H Educational Center, Inc. (the Center) is a non-profit educational and recreational institution which provides a variety of learning experiences in a camping environment. Programs are provided primarily for youth and adults in Central Virginia.

Summary of Significant Accounting Policies -

Use of 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 and disclosures. Accordingly, actual results could differ from those estimates.

Financial Statement Presentation

Financial statement presentation follows current accounting standards which require the Center to report information regarding its financial position and activities according to three classes of net assets; unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Net assets and revenues, expenses, gains, and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of the Center and changes therein are classified and reported as follows:

Unrestricted net assets -

Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets -

Net assets subject to donor-imposed stipulations that may or will be met, either by actions of the Center and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as nets assets released from restrictions.

Permanently restricted net assets -

Net assets subject to donor-imposed stipulations that may be maintained permanently by the Center. Generally, the donors of these assets permit the Center to use all or part of the income earned on any related net assets for general or specific purposes.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Recognition of Donor Restrictions

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. 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, temporarily restricted net assets are reclassified to unrestricted net assets.

Inventories

The inventory of food, store, handicraft and maintenance supplies is stated at the lower of cost (first-in, first-out basis) or market value.

Cash and Equivalents

For purposes of reporting cash flows, the Center considers all cash accounts which are not subject to withdrawal restrictions or penalties, and all highly liquid debt instruments purchased with a maturity of three months or less to be cash or cash equivalents.

Accounts Receivable

The Center considers trade receivables to be fully collectible; accordingly, no allowance for doubtful accounts is provided.

Investments:

The Center carries investments in marketable securities with readily determinable fair values and all investments in debt securities at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and gains restricted by a donor are reported as increases in unrestricted net assets if the restrictions are met (either by passage of time or by use) in the reporting period in which the income and gains are recognized. Short-term investments have original maturities of twelve months or less.

Advertising

The Center follows the policy of charging the costs of advertising to expense as incurred.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Fair Value Measurements:

The FASB ASC Topic 820, Fair Value Measurements and Disclosures, defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction value hierarchy which requires an entity to maximize the use of observable inputs when measuring fair value.

The standard describes three levels of inputs that may be used to measure fair value:

Level 1 - Inputs to the valuation methodology are quoted prices available in active markets for identical investments as of the reporting date;

Level 2 - Inputs to the valuation methodology are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies;

Level 3 - Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability and the reporting entity makes estimates and assumptions related to the pricing of the asset or liability including assumptions regarding risk.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following is a description of the valuation methodologies used for instruments measured at fair value, including the general classification of such instruments pursuant to the valuation hierarchy.

1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Property and Depreciation

Donations of property and equipment are recorded as support at their estimated fair value. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as restricted support. Absent donor stipulations regarding how long those donated assets must be maintained, the Center reports expirations of donor restrictions when the donated or acquired assets are placed in service as instructed by the donor. The Center reclassifies temporarily restricted net assets to unrestricted net assets at that time. Purchased assets are recorded at cost. Property and equipment is depreciated using the straight-line method over the estimated useful lives of the various classes of property and equipment as follows:

Land improvements	5 to 20 years
Building and facilities	5 to 25 years
Equipment	5 to 10 years

Expenditures for maintenance and repairs are expensed as incurred. Expenditures for additions and major improvements are capitalized ($500.00 policy) and depreciated. The cost of property retired, sold or traded and the related accumulated depreciation are removed from the accounts and any resulting gain or loss is included in current period revenues and expenses.

2. PROPERTY AND EQUIPMENT

Basis and accumulated depreciation by class of property are as follows:

	Basis	Accumulated Depreciation	Book Value
Utility improvements	$ 552,403.70	$ 538,066.23	$ 14,337.47
Land improvements	80,723.95	72,202.30	8,521.65
Building and facilities	2,492,408.44	1,193,846.32	1,298,562.12
Furniture, fixtures and equipment	247,667.60	168,288.70	79,378.90
Vehicles	24,500.00	23,900.00	600.00
	$ 3,397,703.69	$ 1,996,303.55	$ 1,401,400.14

3. LEASES

Under a lease with the Commonwealth of Virginia by the Director of the Department of Conservation and Economic Development, the Center, under the auspices of the Virginia Polytechnic Institute and State University, acquired the right to occupy and use the premises of approximately 158 acres for the operation of a 4-H camp, provided the Center maintains all buildings and facilities in good order and the management and development of the land follows sound conservation practices approved by the Board of Conservation and Economic Development. The lease further provides that all structures, power lines, and other real fixtures attached to the land shall become a part of the freehold upon termination or expiration of the lease. The present lease expires December 31, 2080. The Center does not incur any annual expense for this lease.

4. DONATED LABOR

The Center participated in various employment programs as outlined below:

a) Cooperative Extension Service: Under this program the Center director is an extension agent and the Center secretary is an employee of the Cooperative Extension Service, Virginia Polytechnic Institute and State University. The director's salary and related benefits are paid by V.P.I. & S.U. Approximately one-half of the Center fiscal technician's salary and related benefits are paid by the Cooperative Extension Service and approximately one-half of her salary and related benefits are paid by the Center.

b) Other Programs: The Center from time to time participates in various employment programs including Summer Youth Employment Programs, and other work-study and internship programs with several colleges and universities.

The Center recognized the value of services rendered and related benefits, less the Center's cost, as income. The value of these services was then expensed in the appropriate categories.

5. DONATED SUPPLIES AND EXPENSES

Virginia Polytechnic Institute and State University reimbursed the Center for certain operating supplies, expenses and equipment costs incurred by the Center. The Center recognized the value of these items as income and then expensed or capitalized them in the appropriate categories.

6. FAIR VALUE OF FINANCIAL INSTRUMENTS

The following methods and assumptions were used by the Center in estimating its fair value disclosures for financial instruments:

Cash and Cash equivalents: The carrying amounts reported in the statement of financial position approximate fair values because of the short maturities of those instruments.

Short-term investments - The fair values of investments are based on quoted market prices for those or similar investments (Level 1).

Accounts payable and accrued expenses: The carrying amounts reported in the statement of financial position approximate fair values due to the short term nature of the obligations.

Notes payable: The carrying amounts reported in the statement of financial position approximate fair values because the terms are equivalent to current market terms.

The estimated fair values of the Center's financial instruments at September 30, 2018 are as follows:

Financial assets:	Fair Value	Quoted Prices In Active Markets For Identical Assets Assets (Level 1)
Short-term investments	$ 159,403.68	$ 159,403.68

7. ENDOWMENT FUND

The Center's endowment consists of multiple individual funds established for various purposes. Its endowment includes both donor-restricted endowment funds and funds designated by the Executive Board to function as endowments. As required by GAAP, net assets associated with endowment funds, including funds designated by the Board of Directors to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

7. ENDOWMENT FUND, continued

The Center's Executive Board has interpreted the State Prudent Management of Institutional Funds Act (SPMIFA) as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Center classifies as permanently restricted net assets (a) the original value of gifts donated to the permanent endowment, (b) the original value of subsequent gifts to the permanent endowment, and (c) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the standard of prudence prescribed by SPMIFA.

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

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

Fund Deficiencies -

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or SPMIFA requires the Center to retain as a fund of perpetual duration. There are no such deficiencies as of September 30, 2018.

Return Objectives and Risk Parameters -

The Center has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Endowment assets include those assets of donor-restricted funds that the Center must hold in perpetuity or for a donor-specified period as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in a manner that is intended to produce results that equal or exceed the yield of the S&P 500 index and the Barclays Capital Intermediate Government Credit Index, while assuming a moderate level of investment risk.

7. ENDOWMENT FUND, continued

Investment Strategy -

The Center relies on a total return strategy in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The Center targets a diversified asset allocation that uses both equity securities and fixed income securities to achieve its long-term return objectives within prudent risk constraints.

Spending Policy and Investment Objectives Related to the Spending Policy -

Endowment Net Asset Composition by Type of Fund as of September 30, 2018

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor-restricted funds	$ -	$ 159,403.68	$ -	$ 159,403.68
Board-designated funds	$ -	$ -	$ -	$ -
	$ -	$ 159,403.68	$ -	$ 159,403.68

Changes in Endowment Assets for the Year Ended September 30, 2018

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Beginning of year balance	$ -	$ 149,829.38	$ -	$ 149,829.38
Investment Return:				
Investment income	-	10,847.93	-	10,847.93
Contributions	-	4,670.00	-	4,670.00
Appropriation for expenditure	-	-	-	-
Other changes	-	(5,943.63)	-	(5,943.63)
End of year balance	$ -	$ 159,403.68	$ -	$ 159,403.68

8. NOTES PAYABLE

The Center's notes payable at September 30, 2018 were as follows:

Note payable to Virginia Tech Foundation, interest at 3.0%, due in annual installments of principal and interest through June 2020, secured by real estate.	$ 40,516.63
Note payable to Sheffield Financial, interest at 0%, due 48 monthly payments of $145.34, secured by equipment.	982.72
Note payable to Cub Cadet, interest at 0%, due 48 monthly payments of $111.00, secured by equipment.	4,632.00
Note payable to Paul Benneche, interest at 0%, unsecured, due on demand.	25,000.00
	$ 71,131.35
Less current maturities	(52,314.72)
	$ 18,816.63

Future maturities for the years ending September 30:

2020	$ 16,848.63
2021	1,332.00
2022	636.00
	$ 18,816.63

The Center also has a $50,000 line of credit with Wells Fargo Bank. Interest is charged monthly on the outstanding balance at the bank's prime rate plus 1.75% with a minimum rate of 5.00%. There was no outstanding balance at September 30, 2018

9. DEFERRED CHARGE

Construction planning costs consist of a master site plan, environmental impact study, preliminary cost report, architectural drawings and other costs associated with the planning for the construction of a natural resource center. These costs will be depreciated over the life of the natural resource center when it is constructed.

10. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets represent unspent contributions received that were designated by the donors for specific program costs and future capital expenditures. Temporarily restricted net assets for the year are as follows:

Repairs and Maintenance Fund	$ 141,233.68
Scholarship fund	18,170.00
Benneche Recreational Building	133,032.72
Walter Payne NRE	3,255.00
Meg Hawley Memorial Scholarship	6,627.36
PA System	800.00
Wells Fargo - NRE Scholarship 18'	3,500.00
International Paper NRE	10,000.00
Wayerhaeuser NRE	2,671.00
Girls Bath House	1,140.01
Gwathmey Memorital - NRE grant	1,454.00
Fish Camp	563.94
Forestry Camp	8,026.75
Camp Loud and Clear	7,902.09
Natural Resource Weekend	308.84
R.L. Harris Memorial Fund	100.00
Total Temporarily Restricted Net Assets	$ 338,785.39

11. INCOME TAXES

The Center is exempt from federal taxes under Section 501(c)(3) of the Internal Revenue Code, as a charitable organization whereby only unrelated business income, as defined by Section 509(a)(1) of the Code, is subject to federal income tax. The Center currently has no unrelated business income. Accordingly, no provision for income taxes has been recorded.

The Center follows professional standards in accounting for income taxes. Under these standards, an organization must recognize the tax benefit associated with tax taken for tax return purposes when it is more likely than not the position will be sustained. The implementation of these standards had no impact on the Center's financial statements. The Center's income tax filings are subject to audit by various taxing authorities. Open audit periods include its years ending September 30, 2015 through 2018. In evaluating the Center's revenue sources, Center management does not believe there are any material uncertain tax positions and, accordingly, it will not recognize any liability for unrecognized tax benefits. For the year ended September 30, 2018, there were no interest or penalties recorded in the Center's financial statements.

12. CONTINGENCY

The Center maintains its cash in bank deposit accounts which, at times, may exceed federally insured limits. The Center has not experienced any losses in such accounts. The Center believes it is not exposed to any significant credit risk on cash and cash equivalents.

13. DEFINED CONTRIBUTION PLAN

The Center sponsors a 403(b) deferred contribution plan covering certain employees. The Plan does not require the Center to match covered employees' contributions. For the year ended September 30, 2018 the Center elected not to match the employees' elective deferral contribution.

14. SUBSEQUENT EVENTS

Management has considered the impact of transactions that have occurred from September 30, 2018 through December 4, 2018. No transactions requiring disclosure have occurred.