



BRIDGE BUILDERS
COMMUNITY FOUNDATIONS

AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION
AUGUST 31, 2016

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
AUGUST 31, 2016

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Bridge Builders Community Foundations
Oil City, Pennsylvania

We have audited the accompanying financial statements of Bridge Builders Community Foundations (a nonprofit organization), which comprise the statement of assets, liabilities, and net assets—modified cash basis as of August 31, 2016, and the related statement of support, revenues, expenses and changes in net assets—modified cash basis 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 the modified cash basis of accounting as described in Note A; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for 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 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 assets, liabilities, and net assets of Bridge Builders Community Foundations as of August 31, 2016, and its support, revenue, and expenses for the year then ended in accordance with the modified cash basis of accounting as described in Note A.

Basis of Accounting

We draw attention to Note A of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedules on pages 15 to 18 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

McGill, Power, Bell & Associates, LLP

McGill, Power, Bell & Associates, LLP

February 16, 2017

Franklin, Pennsylvania

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
STATEMENT OF ASSETS, LIABILITIES AND NET ASSETS - MODIFIED CASH BASIS
AUGUST 31, 2016

ASSETS

Cash and cash equivalents	\$ 313,125
Cash value of life insurance	106,085
Investments	6,611,478
Investments - Agency endowment funds	<u>1,009,759</u>

TOTAL ASSETS \$ 8,040,447

LIABILITIES AND NET ASSETS

LIABILITIES

Accrued payroll taxes	\$ 2,929
Agency endowment funds	<u>1,009,759</u>

TOTAL LIABILITIES 1,012,688

NET ASSETS

Unrestricted net assets	574,029
Temporarily restricted net assets	4,434,360
Permanently restricted net assets	<u>2,019,370</u>

TOTAL NET ASSETS 7,027,759

TOTAL LIABILITIES AND NET ASSETS \$ 8,040,447

See accompanying notes to the financial statements.

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
STATEMENT OF SUPPORT, REVENUES, EXPENSES AND CHANGES IN NET ASSETS - MODIFIED CASH BASIS
FOR THE YEAR ENDED AUGUST 31, 2016

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
SUPPORT AND REVENUES				
Gifts and grants	\$ -	\$ 889,511	\$ -	\$ 889,511
Less gifts and grants held for others	-	(27,105)	-	(27,105)
Dividends and interest	28,555	159,249	31,348	219,152
Less dividends and interest held for others	(19,020)	(2,154)	-	(21,174)
Net realized gain (loss) on security sales	(66,516)	(74,143)	-	(140,659)
Add realized loss held for others	49,397	-	-	49,397
Net unrealized gain (loss) on security sales	7,684	389,174	37,039	433,897
Less unrealized gain held for others	(89,663)	(2,855)	-	(92,518)
Management fee income	6,541	21,253	29,461	57,255
Miscellaneous income	3,804	91	47,512	51,407
Net assets released from restriction	1,100,634	(953,256)	(147,378)	-
TOTAL SUPPORT AND REVENUES	1,021,416	399,765	(2,018)	1,419,163
EXPENSES				
Wages	63,095	-	-	63,095
Payroll taxes and benefits	14,557	-	-	14,557
Scholarship grants	204,396	-	-	204,396
Other grants	491,155	-	-	491,155
Investment management fees	177,624	-	-	177,624
Less management fees held for others	(14,611)	-	-	(14,611)
Other investment expenses	386	-	-	386
Auditing and accounting	6,050	-	-	6,050
Insurance	1,751	-	-	1,751
Travel, conference, and meetings	3,624	-	-	3,624
Equipment	749	-	-	749
Office expenses	3,193	-	-	3,193
Advertising	6,439	-	-	6,439
Dues and subscriptions	2,114	-	-	2,114
Contract labor	3,731	-	-	3,731
Occupancy	3,120	-	-	3,120
Registration fees	250	-	-	250
Miscellaneous	4,697	-	-	4,697
TOTAL EXPENSES	972,320	-	-	972,320
CHANGE IN NET ASSETS	49,096	399,765	(2,018)	446,843
NET ASSETS, BEGINNING OF YEAR, AS RESTATED	524,933	4,034,595	2,021,388	6,580,916
NET ASSETS, END OF YEAR	\$ 574,029	\$ 4,434,360	\$ 2,019,370	\$ 7,027,759

See accompanying notes to the financial statements.

BRIDGE BUILDERS COMMUNITY FOUNDATIONS

NOTES TO FINANCIAL STATEMENTS

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Business Activity

Bridge Builders Community Foundations (the Foundation) was established in 1975 as a non-profit agency designed to serve Clarion, Forest, and Venango Counties and the Punxsutawney area. The Foundation administers over 90 endowments, scholarships, memorials, and community funds. The main purpose of the Foundation is to develop, manage, and distribute funding to meet the present and future needs of the communities it serves.

Individuals, families, businesses, and organizations build permanent funds to help our communities meet the challenges of changing times. The Foundation invests these funds using the earnings to fund grants to support educational, health, humanitarian, and cultural needs of the people and organizations in the local areas described above.

Basis of Accounting

The Foundation prepares its financial statements on the modified cash basis of accounting which is a comprehensive basis of accounting other than accounting principles generally accepted in the United State of America. This basis differs from generally accepted accounting principles primarily because the Foundation does not recognize receivables, prepaid expenses, accounts payable or accruals. Under the modified cash basis of accounting, (except for the capitalization of equipment and related depreciation and the recording of long term debt), financial transactions are recorded when the actual cash transactions occur regardless of when revenue is earned or expense obligations are incurred. Due to the type of activities performed by the Foundation, it has no fixed assets.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board ("FASB"). Under those principles, the Foundation is required 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. Accordingly, the net assets of the Foundation and change therein are classified and reported as follows:

Unrestricted Net Assets – Net assets over which the Foundation's trustees have full discretion in making distributions for charitable purposes to meet community needs and operational needs. Unrestricted net assets may also include certain amounts designated by the trustees for grants, contingencies, and other purposes.

BRIDGE BUILDERS COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Temporarily Restricted Net Assets – Net assets subject to restrictions which will expire by the passage of time or when the specified purpose is met.

Permanently Restricted Net Assets – Net assets that are restricted in perpetuity by the donor. The Foundation maintains these types of funds and charges a minimal fee which is released from restriction when paid. The investment accounts are also charged a fee by the investment broker, which is released as well.

The Foundation offers a variety of flexible fund types in order to meet the donor's charitable objectives. The net asset classification of each fund is determined by the Foundation based on the donor's intent and the fund agreement established between the Foundation and the donor. As a restriction expires, the funds will be reclassified as unrestricted net assets. A majority of the Foundation's net assets are temporarily restricted. The types of funds offered to donors are as follows:

Restricted Funds – These funds offer the broadest range of giving options by allowing grants to be made to meet the greatest needs of the community.

Administrative Funds – These funds provide support for the operation of the Foundation and offer donors the maximum opportunity to respond to changing community needs.

Donor Advised Funds – These funds allow donors to remain actively involved in charitable grant making, recommending awards from these funds, and working closely with Foundation.

Field of Interest Funds – These funds generate grants to meet needs in particular areas of board donor interest (e.g. youth, recreation, health, etc.).

Donor-Designated Funds – These funds are target gifts to particular charitable organizations, institutions or causes.

Agency Endowment Funds – These funds benefit a specific nonprofit in perpetuity, creating additional resources for operations or support for capital or extraordinary needs.

Scholarship Funds – These provide educational support to deserving students. Funds can be specific (naming particular school or selection criteria) or very broad (open to all students in the region).

BRIDGE BUILDERS COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Cash

The Foundation maintains cash balances at one financial institution located in Venango County, Pennsylvania. Accounts at this institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. Deposits exceeded the FDIC limit by \$65,466 at August 31, 2016. No loss resulted from exceeding the FDIC limit.

Restricted Cash and Cash Equivalents and Restricted Investments

Restricted cash and cash equivalents and restricted investments consists of money market funds associated with the different investment accounts held by the Foundation that have been restricted by the donors. These funds are not FDIC insured.

Contributions

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor and the fund agreement. 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 statement of activities as net assets released from restrictions. Contributions with restrictions satisfied prior to the end of the reporting period are reported as unrestricted support.

Donated securities are recorded at fair market value as of the date of donation. Contributions received from a not-for-profit organization for the purpose of establishing an endowment for the benefit of that organization are not considered contributions for financial statement purposes. Such amounts are reflected in the financial statements as a liability. (See Note C)

Donated Goods and Services

The Foundation records the value of donated goods when there is an objective basis available to measure their value. Donated materials and equipment are reflected as contributions in the accompanying statements at their estimated values at date of receipt. However, no amounts have been reflected in the statements for donated services as they do not meet the criteria as determined by the revenue recognition – contributed services topic of the FASB Accounting Standards Codification ("ASC"). Nonetheless, a substantial number of volunteers donate significant amounts of their time in the Foundation's program services.

Advertising Costs

The Foundation follows the policy of charging the cost of advertising to expense as incurred. Advertising expenses for the year ended August 31, 2016 was \$6,439.

BRIDGE BUILDERS COMMUNITY FOUNDATION

NOTES TO FINANCIAL STATEMENTS, CONTINUED

Income Tax Status

The Foundation qualifies as a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code and has no provision for federal or state income taxes. Accordingly, income tax expense is limited to activities that are deemed by the Internal Revenue Service to be unrelated to their exempt purpose.

Interest and penalties related to income tax reporting are recognized when incurred and are included in general and administrative expenditures on the statement of activities. Management has determined the Foundation had no activities subject to unrelated business income tax (UBIT) during the year ended August 31, 2016. The Foundation has not been subject to any income tax penalties or interest for all open tax years. The open tax periods for the Foundation are 2012, 2013, 2014 and 2015.

Use of Estimates

The preparation of financial statements in conformity with modified cash basis of accounting requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Risks and Uncertainties

The Foundation invests or holds a variety of investment vehicles, including common stock, corporate and government obligations, and mutual funds. These investments are exposed to interest rate, market, credit and other risks depending upon the nature of the investment. Accordingly, it is reasonably possible that these factors will result in changes in the value of the Foundation's investments, which could materially affect amounts reported in the financial statements.

Fair Value of Financial Instruments

Cash and cash equivalents approximate fair value due to the short-term maturities of those instruments.

Subsequent Events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through February 16, 2017, the date the financial statements were available to be issued.

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

NOTE B - INVESTMENTS

Investments are stated at fair market value with the resulting realized and unrealized gains and losses included in the statement of support, revenue and expenses – modified cash basis. As of August 31, 2016, the Foundation's investments consisted primarily of mutual funds, money market funds and common stock. Market value is determined by the quoted market price at the date of the statement of assets, liabilities, and net assets – modified cash basis.

Investment Policies

The investment objective of the funds is to maximize total return by investing in diversified portfolios of stock and bond investments. As the primary goal of these funds is to be used at the discretion of the Bridge Builders Community Foundations, or that of the donor in some cases, to provide perpetual funding for Venango County's charitable, religious, scientific, literary and educational needs, the Foundation realizes that principal growth is a primary goal. However, given donor trust and generosity, prudent standards are to be followed to minimize long-term risks and fluctuations in principal, and to produce a reasonable and prudent return of income.

Investments

Most of the funds of the Foundation are held in accounts maintained at BNY Mellon, NA, Northwest Savings Bank Investment & Trust Services, PNC Bank, and Raymond James.

1. BNY Mellon, NA:

The William H. Locke Memorial Scholarship Fund and the Chester A. and Beulah A. Baum Memorial Scholarship Fund are held in separate trust accounts with BNY Mellon.

Donor imposed restrictions for both funds require that principal be invested and that only income is available for the purposes of those funds. Details of the cost and fair values of the cash and investments as of August 31, 2016 are as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
William M. Locke Fund:			
Money market fund	\$ 29,517	\$ 29,517	\$ 29,517
Fixed income	167,214	170,767	170,767
Equities	663,340	684,872	684,872
Other	<u>205,493</u>	<u>201,220</u>	<u>201,220</u>
Total	<u>\$1,065,564</u>	<u>\$1,086,376</u>	<u>\$1,086,376</u>

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

BNY Mellon, NA: (continued)

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
Baum Memorial Fund:			
Money market fund	\$ 17,909	\$ 17,909	\$ 17,909
Fixed income	100,764	102,896	102,896
Equities	398,604	412,830	412,830
Other	<u>123,924</u>	<u>121,255</u>	<u>121,255</u>
Total	<u>\$641,201</u>	<u>\$654,890</u>	<u>\$654,890</u>

2. Northwest Savings Bank Investment & Trust Services:

The Foundation maintains an account with Northwest Savings Bank Investment & Trust Service: the Investment Agency Account (which currently includes eighty-six funds with the majority having various donor imposed restrictions).

The cost and fair values of the cash and investments of the account with Northwest Savings Bank Investments & Trust Services as of August 31, 2016 are as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
Investment Agency Account:			
Money market fund	\$ 192,174	\$ 192,174	\$ 192,174
Fixed income	403,676	405,801	405,801
Equities	1,845,396	2,170,762	2,170,762
Other	<u>500,932</u>	<u>496,791</u>	<u>496,791</u>
Total	<u>\$2,942,178</u>	<u>\$3,265,528</u>	<u>\$3,265,528</u>

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

3. PNC Bank:

The Foundation maintains three accounts with PNC Bank: the Investment Management Account (which currently includes seven funds, which have various donor imposed restriction), the Vera A. Lamey Scholarship Fund and the Walter H. Flinchbaugh Memorial Fund. For the Vera A. Lamey Scholarship Fund donor imposed restrictions require the principal be invested and that only income is available for the purpose of the fund.

The cost and fair values of the cash and investments of the three accounts with PNC Bank as of August 31, 2016 are as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
Investment Management Account:			
Money market fund	\$ 21,503	\$ 21,503	\$ 21,503
Fixed income	161,610	164,392	164,392
Equities	<u>287,232</u>	<u>336,647</u>	<u>336,647</u>
Total	<u>\$470,345</u>	<u>\$522,542</u>	<u>\$522,542</u>
Vera A. Lamey Scholarship Fund:			
Money market fund	\$ 7,515	\$ 7,515	\$ 7,515
Fixed income	87,658	89,205	89,205
Equities	<u>148,575</u>	<u>181,384</u>	<u>181,384</u>
Total	<u>\$243,748</u>	<u>\$278,104</u>	<u>\$278,104</u>
The Walter H. Flinchbaugh Memorial Fund:			
Money market fund	\$ 18,414	\$ 18,414	\$ 18,414
Fixed income	225,653	229,159	229,159
Equities	<u>370,410</u>	<u>442,466</u>	<u>442,466</u>
Total	<u>\$614,477</u>	<u>\$690,039</u>	<u>\$690,039</u>

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

4. Raymond James:

The Foundation maintains three accounts with Raymond James: The Agency Account (which currently includes five funds which have various donor imposed restrictions), the Himes Scholarship Fund and the Himes Scholarship Fund – Fixed Income.

The cost and fair values of the cash and investments of the three accounts with Raymond James as of August 31, 2016 are as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
Agency Account:			
Money market fund	\$ 9,724	\$ 9,724	\$ 9,724
Fixed income	78,870	79,182	79,182
Equities	<u>107,718</u>	<u>124,083</u>	<u>124,083</u>
Total	<u>\$196,312</u>	<u>\$212,989</u>	<u>\$212,989</u>
The Himes Scholarship Fund:			
Money market fund	\$ 11,288	\$ 11,288	\$ 11,288
Equities	473,041	510,357	510,357
Other	<u>47,357</u>	<u>49,802</u>	<u>49,802</u>
Total	<u>\$531,686</u>	<u>\$571,447</u>	<u>\$571,447</u>
The Himes Scholarship Fund – Fixed Income:			
Money market fund	\$ 15,858	\$ 15,858	\$ 15,858
Fixed income	<u>321,274</u>	<u>323,464</u>	<u>323,464</u>
Total	<u>\$337,132</u>	<u>\$339,322</u>	<u>\$339,322</u>

The summary of the funds of the Foundation as of August 31, 2016 held at BNY Mellon, NA, Northwest Savings Bank Investment & Trust Services, PNC Bank, and Raymond James is as follows:

	<u>Cost</u>	<u>Fair Value</u>	<u>Carrying Value</u>
BNY Mellon, NA	\$ 1,706,765	\$ 1,741,226	\$ 1,741,266
Northwest Savings Bank Investment	2,942,178	3,265,528	3,265,528
PNC Bank	1,328,570	1,490,685	1,490,685
Raymond James	<u>1,065,130</u>	<u>1,123,758</u>	<u>1,123,758</u>
Total Investments	<u>\$ 7,042,643</u>	<u>\$ 7,621,237</u>	<u>\$ 7,621,237</u>

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

The following schedules summarize the investment income and its classification in the statement of support, revenues, expenses and changes in net assets – modified cash basis for the year ended August 31, 2016:

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>	<u>Total</u>
Dividends and interest	\$ 9,535	\$ 157,095	\$31,348	\$197,978
Realized gain(loss) on sale of investments	(17,119)	(74,143)	-	(91,262)
Unrealized gain on value of investments	<u>(81,979)</u>	<u>386,319</u>	<u>37,039</u>	<u>341,379</u>
Total investment income	<u>(\$89,563)</u>	<u>\$469,271</u>	<u>\$68,387</u>	<u>\$448,095</u>

NOTE C – AGENCY ENDOWMENT FUNDS

The Foundation enters into agreements with unrelated nonprofit agencies whereby the nonprofit agencies set up an endowment fund with the Foundation. Under the terms of the agreements, the Foundation agrees to make distributions back to the nonprofit agencies. The assets held in these funds totaled \$1,009,759 at August 31, 2016 and are reported at fair market value in the statement of assets, liabilities and net assets – modified cash basis as assets and a corresponding liability. (See Note F.)

NOTE D – NET ASSETS

Net asset composition by type of fund as of August 31, 2016 is as follows:

	<u>Unrestricted</u>	Temporarily <u>Restricted</u>	Permanently <u>Restricted</u>
Discretionary Funds	\$263,893	\$ 50,716	\$ -
Donor Advised Funds	113,132	255,238	-
Field of Interest Funds	-	480,807	-
Scholarship/ Grants/ Projects	1,592	3,273,453	2,019,370
Other	<u>195,412</u>	<u>374,146</u>	<u>-</u>
Total	<u>\$574,029</u>	<u>\$4,434,360</u>	<u>\$2,019,370</u>

NOTE E - FAIR VALUE OF FINANCIAL INSTRUMENTS

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

Investments: The fair value of these investments are based on quoted market prices for those or similar investments.

BRIDGE BUILDERS COMMUNITY FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED

The fair value measurements and disclosures topic of the FASB Accounting Standards Codification defines fair value as 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. The standard describes three levels of inputs that may be used to measure fair value:

Level 1 – Quoted prices in active markets for identical assets or liabilities.

Level 2 – Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

The following table presents the Foundation's fair value hierarchy for the financial assets measured at fair value on a recurring basis:

Fair Value Measurements at August 31, 2016

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money market fund	\$ 323,824	\$ 323,824	-	\$ -
Fixed income	1,564,864	-	1,564,864	-
Equities	4,863,401	4,863,401	-	-
Other	<u>869,148</u>	<u>869,148</u>	<u>-</u>	<u>-</u>
Total investments	<u>\$7,621,237</u>	<u>\$6,056,373</u>	<u>\$1,564,864</u>	<u>\$ -</u>

NOTE F – PRIOR PERIOD ADJUSTMENT

The prior period unrestricted net assets – modified cash basis has been restated to properly present the amounts of agency endowment funds. A summary of the changes is as follows:

Agency endowment funds:	
Beginning balance	\$927,098
Prior period adjustment	<u>5,872</u>
Ending balance	<u>\$932,970</u>
Unrestricted net assets – modified cash basis	
Beginning balance	\$530,805
Prior period adjustment	<u>(5,872)</u>
Ending balance	<u>\$524,933</u>

SUPPLEMENTAL INFORMATION

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
 SCHEDULE OF NORTHWEST SAVINGS BANK, INVESTMENT & TRUST SERVICES
 INVESTMENT AGENCY ACCOUNT
 AUGUST 31, 2016

FUND NAME	COST	FAIR VALUE
J BOWMAN PROPER	\$ -	\$ -
FELDMAN	12,517	13,893
MILLER	4,225	4,690
ROY SANNER	46,645	51,771
FHS SOFTBALL	-	-
NICHOLAS SANFORD	7,745	8,596
HARRINGTON REW	109,391	121,413
RUSSELL	31,718	35,204
RICHARD SCHAUB	-	-
VACF OUTREACH/OPERATIONS/UNRESTRICTED	12,293	13,645
CCCF ENDOWMENT	15,800	17,537
FCCF ENDOWMENT	86,132	95,598
FOREST COUNTY TAXPAYERS	14,254	15,820
VANORT	9,916	11,006
SHERMAN	26,143	29,016
YOUTH PHILANTHROPY	-	-
LOEFFLER	31,740	35,228
BEN FRANKLIN	51,849	57,548
RUTH PERSONS BEAR AND ROBERT H. BEAR MEMORIAL FUND	38,932	43,210
FRANCIS GIBBONS	9,624	10,682
SUSAN L. DANIELS	109,169	121,167
VENANGO HUMAN SERVICES	-	-
VENUS TELEPHONE	1,151	1,278
MARY E. SHANER	114,715	127,322
ARC OF DREAMS	-	-
ANNA M. EWALT	12,834	14,245
VENANGO FATHERHOOD	2,100	2,331
FOCUS ON OUR FUTURE	-	-
VENANGO EDUCATION	7,578	8,411
EUGENE F. HANNA	56,291	62,478
ALMA T. WEINGARD	27,356	30,363
KENNETH MESSER	19,302	21,424
KINNEAR SCHOLARSHIP	130,310	144,632
COMMUNITY SERVICES	3,934	4,366
MARY L. WHITING	30,881	34,274
WILL FABRY	76,542	84,954
LAND OF LAUGHTER	-	-
APPLIED TECHNOLOGY	35,260	39,136
CHARLES ROUAULT	65,599	72,808
COACH ROOD	28,329	31,443
J.L. FRANK	35,716	39,641
OIL CITY AREA SCHOOL DISTRICT - SCIENCE	6,209	6,891
OIL CITY AREA SCHOOL DISTRICT - ATHLETIC	15,803	17,540
JANET L. HENC	22,635	25,123
GRACE WOODS NELLIS	13,979	15,515

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
SCHEDULE OF NORTHWEST SAVINGS BANK, INVESTMENT & TRUST SERVICES
INVESTMENT AGENCY ACCOUNT
AUGUST 31, 2016

FUND NAME	COST	FAIR VALUE
(CONTINUED)		
VOLLEYBALL	1,608	1,785
OC WHITEWATER	-	-
WICE/HART MEMORIAL	43,464	48,241
PATTERSON/RICHEY - TROOPERS	63,460	70,435
LOIS & CARL HEINZ	20,377	22,617
ALLEGHENY VALLEY TRAILS ASSOCIATION	30,060	33,364
ARTS & CULTURAL	37,761	41,911
COACH DONALD HALL	-	-
TWO MILE RUN	6,889	7,646
OIL CITY LIBRARY	317,581	352,483
OIL REGION ASTRONOMY	1,605	1,782
KUGLER LEGACY	5,610	6,227
FRANKLIN ALUMNI SCHOLARSHIP	90,188	100,100
TOTH MEMORIAL SCHOLARSHIP	16,938	18,800
R. WAGNER	-	-
BRACKEN	-	-
FRANKLIN PUBLIC LIBRARY	5,731	6,361
STUBLER MEMORIAL FUND	1,756	1,949
VENANGO COUNTY 4H	46,760	51,899
LARRY NEELY ESTATE	-	-
JAMES D. SCHWAB MEMORIAL	29,590	32,842
CLARION BOBCAT SCHOLARSHIP	2,907	3,226
CLARION BOBCAT UNDESIGNATED	1,435	1,592
OIL CITY ARTS PROGRAM ENDOWMENT	1,042	1,156
ALEXANDER "BUD" MARKS SCHOLARSHIP	23,864	26,487
PRESBYTERIAN HOMES	1,547	1,717
PACF ENDOWMENT	30,567	33,926
CLARION FREE LIBRARY	5,126	5,689
PUNX AREA ARTS & HUMANITIES	2,243	2,489
UNITED WAY	418,855	464,888
NAZARETH IN THE WOODS	241,879	268,462
CHILD DEVELOPMENT CENTER	8,961	9,946
CARBAUGH SCHOLARSHIP	10,007	11,107
MCNAMARA SCHOLARSHIP	7,662	8,504
TAYLOR SCHOLARSHIP	26,146	29,020
FULTON SCHOLARSHIP	3,856	4,279
ADAM WEETER	17,843	19,803
DENNIS & MARTHA LAMB	59,645	66,200
PACF COAL MEMORIAL	11,099	12,319
BROWN CHAPEL	9,333	10,358
JEFFERSON CO. 4-H	14,166	15,723
	\$ 2,942,178	\$ 3,265,528

See independent auditor's report and accompanying notes to the financial statements.

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
SCHEDULE OF PNC BANK INVESTMENT MANAGEMENT ACCOUNT
AUGUST 31, 2016

FUND NAME	COST	FAIR VALUE
ELKS - JAY REYNOLDS	\$ 205,096	\$ 227,856
RIMERSBURG MEDICAL CENTER - ECCLES	58,480	64,970
FRANKLIN ROTARY - J. FRENCH MILLER	12,586	13,983
YOUNG WOOD	83,122	92,347
WOOD NOBLE	59,086	65,644
TOWN SQUARE	47,308	52,558
SMEDLEY FLOWER FUND	4,667	5,184
	<u>\$ 470,345</u>	<u>\$ 522,542</u>

See independent auditor's report and accompanying notes to the financial statements.

BRIDGE BUILDERS COMMUNITY FOUNDATIONS
SCHEDULE OF RAYMOND JAMES AGENCY ACCOUNT
August 31, 2016

FUND NAME	COST	FAIR VALUE
KOOS	\$ 100,058	\$ 108,559
HUMPHREY	61,704	66,946
WITHERUP FAMILY	27,000	29,293
ZACHERL OUSTANDING DIESEL AWARD	4,863	5,276
FHS ARTIFICIAL TURF	2,687	2,915
	<u>\$ 196,312</u>	<u>\$ 212,989</u>

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