

White, Withers, Masincup, & Cannaday, PC
Certified Public Accountants
1616 North Coalter Street
Staunton, VA 24401

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
S.M.A. Foundaton, Inc
PO Box 958
Staunton, VA 24402

Management is responsible for the accompanying financial statements of S.M.A. Foundation, Inc(a nonprofit organization) which comprise the statement of financial position of as of December 31, 2016, and the related statements of activities for the 4 Months ended December 31, 2016 . in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Commitee of the AICPA. We did not audit or review the financial statments nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, conclusion, nor provide any form of assurance on these financial statements.

Managment has elected to omit substantially all of the disclosures and the statement of cash flows ordinarily required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Organization's financial postion and changes in activities. Accordingly, these financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to S.M.A. Foundation, Inc.

White, Withers, Masincup & Cannaday, PC

White, Withers, Masincup & Cannaday, PC

January 9, 2017

Compilation Completion Date

SMA FOUNDATION, INC
Statements of Financial Position
As of December 31, 2016

General and Operating Funds:

Assets

Current Assets

First Bank - Checking	\$	4,355.59
First Bank - Lifetime		29,726.11
A/R - MBC		267.56
Museum Inventory		<u>2,219.00</u>

Total Current Assets 36,568.26

Property and Equipment

Office Furniture - Museum	7,906.86
Accum. Depr. - Office Furn.	(7,906.86)
Museum Property	177,586.95
Accum. Depr. - Museum	(131,853.82)
Museum Displays	63,021.91
Acc Depr Museum Displays	(62,991.79)
Equipment	20,939.23
Accum Depr Equipment	(20,939.20)
Software	1,833.00
Accum Amort - Software	(1,833.00)

Net Property and Equipment 45,763.28

Legacy Funds:

SMA Heritage Funds

First Bank-Heritage Fund	18,443.27
First Bank - SMA Scholarship	2,715.53
Morgan Stanley Shiarella SMA Scholarship	50,366.93
Morgan Stanley Heritage Account	<u>219,112.46</u>

Total Heritage Funds 290,638.19

Truth, Duty and Honor Funds

First Bank - Scholarships	6,049.07
First Bank - Program Support	237.17
Morgan Stanley Truth, Duty Honor Account - Scholarships	<u>138,020.07</u>

Total Truth, Duty and Honor Funds 144,306.31

Total Assets \$ 517,276.04

SMA FOUNDATION, INC
Statements of Financial Position
As of December 31, 2016

Liabilities and Net Assets

Current Liabilities

Federal Taxes W/H Payable	\$	321.00
State Taxes W/H Payable		300.00
FICA Payable		812.47
State Unemployment Payable		<u>(0.27)</u>

Total Current Liabilities 1,433.20

Long-Term Liabilities

Total Long-Term Liabilities 0.00

Total Liabilities 1,433.20

Net Assets

Unrestricted Fund Balance	100,234.10
Temp Resticted-VWIL Fund	(3,062.65)
Temp Restr-Scholarship Fund	145,250.90
Temp restr-Legacy Fd	213,222.72
Net Income or (Loss)	60,197.77

Total Net Assets 515,842.84

Total Liabilities and Net Assets \$ 517,276.04

SMA FOUNDATION, INC
Statement of Activities
For the 1 Month and 4 Months Ended December 31, 2016

	1 Month Ended December 31, 2016	4 Months Ended December 31, 2016
General and Operating Receipts:		
Unrestricted Contributions	\$ 20.00	\$ 197.00
Museum Contributions	0.00	1,500.00
Sales-Reunion Raffle	200.00	2,000.00
Revenue - Other	0.00	93.52
Store	33.00	557.00
Memberships	800.00	7,160.00
Lifetime Memberships	1,800.00	9,900.00
Interest Lifetime	17.60	26.11
Interest - Unrestricted Checking	0.51	2.27
Reunion income	420.00	700.00
Dividends-P&G	3.35	6.70
Cadet Sponsor	142.00	142.00
Kablegram	30.00	30.00
Total Operating Support & Receipts	3,466.46	22,314.60
Legacy Funds Receipts:		
SMA Heritage Fund Receipts:		
Legacy Fund Contributions	300.00	71,880.00
Interest-Legacy Fund	3.99	23.23
SMA Scholarship	30.00	680.00
Interest-SMA Scholarship	1.48	1.57
Total Heritage Fund Receipts	335.47	72,584.80
Truth, Duty and Honor Funds:		
Scholarships Contributions	520.00	3,095.00
VWIL Program Support	0.00	25.00
Interest-Scholarship	3.30	5.40
Interest-SMA/VWIL initiative	0.14	0.70
Total Truth, Duty and Honor Fund Receipts	523.44	3,126.10
Cost of Goods Sold		
C/S-Cadet Store	0.00	60.00
Total Cost of Goods Sold	0.00	60.00
Gross Profit	4,325.37	97,965.50
General and Operating Expenditures:		
Accounting & Legal	650.00	650.00
Bank Charges	28.28	202.00
Computer Expense	21.95	567.74
SMA/VWIL Museum Expense	0.00	1,367.50

SMA FOUNDATION, INC
Statement of Activities
For the 1 Month and 4 Months Ended December 31, 2016

	1 Month Ended December 31, 2016	4 Months Ended December 31, 2016
Office Supplies	6.98	559.27
Taxes and Licenses	0.00	25.00
Telephone	166.59	709.24
Postage and Freight	336.22	9.66
Miscellaneous	1,616.02	2,516.59
Printing	0.00	1,028.69
Reunion - Facility expense	0.00	1,000.00
Total General and Operating Expenses	<u>2,826.04</u>	<u>8,635.69</u>
Legacy Funds Expenditures:		
Heritage Fund Expenditures:		
Website-SMA Scholarship	0.00	4,586.04
Total Heritage Fund Expenditures	<u>0.00</u>	<u>4,586.04</u>
Truth, Duty and Honor Fund Expenditures:		
Personnel Expenses:		
Staff wages	2,923.75	14,808.00
Payroll Taxes	0.00	296.80
Outside Services	2,490.00	5,913.29
Total Personnel Expenses	<u>5,413.75</u>	<u>21,018.09</u>
Newsletter Expenses:		
Total Expenditures	<u>8,239.79</u>	<u>34,239.82</u>
Other Income (Expenses)		
Net Unrealized Gain (Loss)	3,011.01	(3,527.91)
Total Other Income (Expenses)	<u>3,011.01</u>	<u>(3,527.91)</u>
Net Receipts (Loss)	<u>(903.41)</u>	<u>60,197.77</u>