

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 January 31, 2017, and the related statements of activities for the 5 Months ended January 31, 2017 . 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 Committee 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.

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February 7, 2017
Compilation Completion Date

SMA FOUNDATION, INC
Statements of Financial Position
As of January 31, 2017

General and Operating Funds:

Assets

Current Assets

First Bank - Checking	\$ 1,784.71
First Bank - Lifetime	33,326.11
A/R - MBC	267.56
Museum Inventory	<u>2,219.00</u>

Total Current Assets 37,597.38

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	18,097.43
First Bank - SMA Scholarship	2,945.53
Morgan Stanley Shiarella SMA Scholarship	51,461.79
Morgan Stanley Heritage Account	<u>223,875.46</u>

Total Heritage Funds 296,380.21

Truth, Duty and Honor Funds

First Bank - Scholarships	6,669.07
First Bank - Program Support	337.17
Morgan Stanley Truth, Duty Honor Account - Scholarships	<u>141,020.31</u>

Total Truth, Duty and Honor Funds 148,026.55

Total Assets \$ 527,767.42

SMA FOUNDATION, INC
Statements of Financial Position
As of January 31, 2017

Liabilities and Net Assets

Current Liabilities

Federal Taxes W/H Payable	\$	60.00
State Taxes W/H Payable		29.00
FICA Payable		224.00
State Unemployment Payable		2.11
FUTA payable		8.39

Total Current Liabilities		<u>323.50</u>
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Long-Term Liabilities

Total Long-Term Liabilities		<u>0.00</u>
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Total Liabilities		<u>323.50</u>
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Net Assets

Unrestricted Fund Balance	100,234.10
Temp Restrictd-VWIL Fund	(3,062.65)
Temp Restr-Scholarship Fund	145,250.90
Temp restr-Legacy Fd	213,222.72
Net Income or (Loss)	71,798.85

Total Net Assets	<u>527,443.92</u>
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Total Liabilities and Net Assets	<u>\$ 527,767.42</u>
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SMA FOUNDATION, INC
Statement of Activities
For the 1 Month and 5 Months Ended January 31, 2017

	1 Month Ended January 31, 2017	5 Months Ended January 31, 2017
General and Operating Receipts:		
Unrestricted Contributions	\$ 0.00	\$ 197.00
Museum Contributions	0.00	1,500.00
Sales-Reunion Raffle	200.00	2,200.00
Revenue - Other	0.00	93.52
Store	63.50	620.50
Memberships	900.00	8,060.00
Lifetime Memberships	3,600.00	13,500.00
Interest Lifetime	0.00	26.11
Interest - Unrestricted Checking	0.31	2.58
Reunion income	1,120.00	1,820.00
Dividends-P&G	0.00	6.70
Cadet Sponsor	50.00	192.00
Kablegram	90.00	120.00
Total Operating Support & Receipts	<u>6,023.81</u>	<u>28,338.41</u>
Legacy Funds Receipts:		
SMA Heritage Fund Receipts:		
Legacy Fund Contributions	2,650.00	74,530.00
Interest-Legacy Fund	4.16	27.39
SMA Scholarship	200.00	880.00
Interest-SMA Scholarship	0.00	1.57
Total Heritage Fund Receipts	<u>2,854.16</u>	<u>75,438.96</u>
Truth, Duty and Honor Funds:		
Scholarships Contributions	100.00	3,195.00
VWIL Program Support	100.00	125.00
Interest-Scholarship	0.00	5.40
Interest-SMA/VWIL initiative	0.00	0.70
Total Truth, Duty and Honor Fund Receipts	<u>200.00</u>	<u>3,326.10</u>
Cost of Goods Sold		
C/S-Cadet Store	0.00	60.00
Total Cost of Goods Sold	<u>0.00</u>	<u>60.00</u>
Gross Profit	<u>9,077.97</u>	<u>107,043.47</u>
General and Operating Expenditures:		
Accounting & Legal	0.00	650.00
Bank Charges	59.74	261.74
Computer Expense	21.95	589.69
SMA/VWIL Museum Expense	0.00	1,367.50

SMA FOUNDATION, INC
Statement of Activities
For the 1 Month and 5 Months Ended January 31, 2017

	1 Month Ended January 31, 2017	5 Months Ended January 31, 2017
Office Supplies	362.56	921.83
Taxes and Licenses	0.00	25.00
Telephone	347.99	1,057.23
Postage and Freight	74.00	83.66
Miscellaneous	410.88	1,927.47
Printing	0.00	1,028.69
Scholarships Paid	0.00	1,000.00
Printing - Newsletter	742.62	742.62
Reunion - Facility expense	0.00	1,000.00
Total General and Operating Expenses	<u>2,019.74</u>	<u>10,655.43</u>
Legacy Funds Expenditures:		
Heritage Fund Expenditures:		
Website-SMA Scholarship	<u>0.00</u>	<u>4,586.04</u>
Total Heritage Fund Expenditures	<u>0.00</u>	<u>4,586.04</u>
Truth, Duty and Honor Fund Expenditures:		
Personnel Expenses:		
Staff wages	3,088.25	17,896.25
Payroll Taxes	2.37	1,133.80
Outside Services	<u>390.00</u>	<u>6,303.29</u>
Total Personnel Expenses	<u>3,480.62</u>	<u>25,333.34</u>
Newsletter Expenses:		
Total Expenditures	<u>5,500.36</u>	<u>40,574.81</u>
Other Income (Expenses)		
Net Unrealized Gain (Loss)	<u>8,858.10</u>	<u>5,330.19</u>
Total Other Income (Expenses)	<u>8,858.10</u>	<u>5,330.19</u>
Net Receipts (Loss)	<u><u>12,435.71</u></u>	<u><u>71,798.85</u></u>