

The ARRL Foundation, Inc.

**Financial Statements
(With Supplementary Information)
and Independent Auditor's Report**

June 30, 2018 and 2017

COHN  REZNICK
ACCOUNTING • TAX • ADVISORY

The ARRL Foundation, Inc.

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Independent Auditor's Report

To the Board of Directors
The ARRL Foundation, Inc.

We have audited the accompanying financial statements of The ARRL Foundation, Inc. (a nonprofit organization), which comprise the statements of financial position as of June 30, 2018 and 2017, and the related statements of activities 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.

Auditor's 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 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 financial position of The ARRL Foundation, Inc. as of June 30, 2018 and 2017, 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.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information included on pages 15 to 20 is 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 audits 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.

CohnReznick LLP

Hartford, Connecticut
January 30, 2019

The ARRL Foundation, Inc.
Statements of Financial Position
June 30, 2018 and 2017

	<u>Assets</u>	
	<u>2018</u>	<u>2017</u>
Assets		
Cash and cash equivalents	\$ 659,839	\$ 474,276
Investments	4,246,043	4,294,994
Interest receivable	9,517	10,220
	<u> </u>	<u> </u>
Total assets	<u>\$ 4,915,399</u>	<u>\$ 4,779,490</u>
	<u>Liabilities and Net Assets</u>	
Liabilities	<u>\$ -</u>	<u>\$ -</u>
Commitments		
Net assets		
Unrestricted	847,320	820,542
Temporarily restricted	1,557,116	1,546,119
Permanently restricted	2,510,963	2,412,829
	<u> </u>	<u> </u>
Total net assets	<u>4,915,399</u>	<u>4,779,490</u>
Total liabilities and net assets	<u>\$ 4,915,399</u>	<u>\$ 4,779,490</u>

See Notes to Financial Statements.

The ARRL Foundation, Inc.

Statements of Activities
Years Ended June 30, 2018 and 2017

	2018				2017			
	Unrestricted	Temporarily restricted	Permanently restricted	Total	Unrestricted	Temporarily restricted	Permanently restricted	Total
Public support and other revenue								
Contributions	\$ 23,059	\$ 35,057	\$ 92,634	\$ 150,750	\$ 8,863	\$ 55,524	\$ 180,800	\$ 245,187
Interest and dividend income	14,543	87,033	-	101,576	14,932	92,446	-	107,378
Net assets released from restrictions	183,256	(183,256)	-	-	220,936	(220,936)	-	-
	<u>220,858</u>	<u>(61,166)</u>	<u>92,634</u>	<u>252,326</u>	<u>244,731</u>	<u>(72,966)</u>	<u>180,800</u>	<u>352,565</u>
Expenditures								
Scholarships	162,471	-	-	162,471	202,163	-	-	202,163
Grants	7,797	-	-	7,797	834	-	-	834
Administrative	30,280	-	-	30,280	28,730	-	-	28,730
	<u>200,548</u>	<u>-</u>	<u>-</u>	<u>200,548</u>	<u>231,727</u>	<u>-</u>	<u>-</u>	<u>231,727</u>
Excess (deficiency) of public support and other revenue over expenditures	20,310	(61,166)	92,634	51,778	13,004	(72,966)	180,800	120,838
Realized and unrealized gains on investments	6,468	77,663	-	84,131	64,855	63,046	-	127,901
Change in net assets before other changes	26,778	16,497	92,634	135,909	77,859	(9,920)	180,800	248,739
Other changes								
Reclassification due to changes in donor intent	-	(5,500)	5,500	-	(13)	13	-	-
Total other changes	-	(5,500)	5,500	-	(13)	13	-	-
Change in net assets	26,778	10,997	98,134	135,909	77,846	(9,907)	180,800	248,739
Net assets, beginning	820,542	1,546,119	2,412,829	4,779,490	742,696	1,556,026	2,232,029	4,530,751
Net assets, end	<u>\$ 847,320</u>	<u>\$ 1,557,116</u>	<u>\$ 2,510,963</u>	<u>\$ 4,915,399</u>	<u>\$ 820,542</u>	<u>\$ 1,546,119</u>	<u>\$ 2,412,829</u>	<u>\$ 4,779,490</u>

See Notes to Financial Statements.

The ARRL Foundation, Inc.
Statements of Cash Flows
Years Ended June 30, 2018 and 2017

	2018	2017
Cash flows from operating activities		
Change in net assets	\$ 135,909	\$ 248,739
Adjustments to reconcile change in net assets to net cash used in operating activities		
Receipts to establish or increase permanent endowment	(92,634)	(180,800)
Unrealized gains on investments	5,475	(101,743)
Realized gains on investments	(89,606)	(26,158)
Change in operating assets and liabilities		
Interest receivable	703	(1,351)
	(40,153)	(61,313)
Net cash used in operating activities		
Cash flows from investing activities		
Proceeds from sales of investments	601,205	397,903
Purchases of investments	(468,123)	(863,538)
	133,082	(465,635)
Net cash provided by (used in) investing activities		
Cash flows from financing activities		
Receipts to establish or increase permanent endowment	92,634	180,800
	185,563	(346,148)
Net increase (decrease) in cash and cash equivalents		
Cash and cash equivalents, beginning	474,276	820,424
	\$ 659,839	\$ 474,276
Cash and cash equivalents, end		

See Notes to Financial Statements.

The ARRL Foundation, Inc.

Notes to Financial Statements June 30, 2018 and 2017

Note 1 - Organization and summary of significant accounting policies

Organization

The ARRL Foundation, Inc. (the "Foundation") was incorporated as a not-for-profit corporation in September 1973 to administer programs to support the Amateur Radio community. The Foundation awards scholarships for higher education and awards grants for Amateur Radio related activities to groups throughout the United States and to individuals throughout the United States for the development of Amateur satellite and other innovative programs related to the mission of The American Radio Relay League, Inc. ("ARRL").

Basis of presentation

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. The financial statements report information regarding the Foundation's financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted. They are described as follows:

Unrestricted - Net assets that are not subject to explicit donor-imposed stipulations. Unrestricted net assets may be designated for specific purposes by action of the Board of Directors.

Temporarily restricted - Net assets whose use by the Foundation is subject to either explicit donor-imposed stipulations, or to those imposed by operation of law, that can be fulfilled by actions of the Foundation or that expire by the passage of time.

Permanently restricted - Net assets subject to explicit donor-imposed stipulations, or to those imposed by operation of law, that they be maintained permanently by the Foundation and stipulate the use of income and/or appreciation as temporarily restricted based on donor-imposed stipulations or by operation of law.

Tax-exempt status

The Foundation is exempt under Section 501(c)(3) of the Internal Revenue Code ("IRC") and is exempt from private foundation status under IRC Section 509(a)(3) and as such is not subject to federal or state income taxes.

The Foundation has no unrecognized tax benefits at June 30, 2018 and 2017. The Foundation's federal information returns prior to fiscal year 2015 are closed and management continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

If the Foundation had unrelated business income taxes, it would recognize interest and penalties associated with any tax matters as part of the income tax provision and include accrued interest and penalties with the related tax liability in the statements of financial position.

Cash and cash equivalents

Cash and cash equivalents include all cash balances and highly liquid short-term instruments with an original maturity of three months or less when acquired. Cash equivalents were \$519,943 and \$359,441 as of June 30, 2018 and 2017, respectively.

Investments

The Foundation reports investments at fair value (see Note 4) and reflects any gains or losses in the statements of activities. Investment income and gains and losses are considered unrestricted unless temporarily restricted by donor stipulation or by operation of law.

The ARRL Foundation, Inc.

Notes to Financial Statements June 30, 2018 and 2017

Contributions

Contributions received are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restrictions expire 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 (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Endowment and spending policies

The Foundation 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 Foundation must hold in perpetuity as well as board-designated funds. Under this policy, as approved by the Board of Directors, the endowment assets are invested in accordance with sound investment practices that emphasize long-term investment fundamentals. It is recognized that short-term market fluctuations may cause variations in account performance.

To satisfy its long-term rate of return objectives, the Foundation 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 Foundation targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

The Foundation has a policy of appropriating funds for distribution based on an annual review of investment results, available net assets and scholarship requests. The Board of Directors then votes on an annual basis to award funds to organizations that meet certain criteria. In establishing this policy, the Foundation considered the long-term expected return on its endowment. Accordingly, over the long-term, the Foundation expects the current spending policy to allow its endowment to grow at 4%. This is consistent with the Foundation's objective to maintain the purchasing power of the endowment assets held in perpetuity or for a specified term as well as to provide additional real growth through new gifts and investment return.

Use of estimates

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

Functional expenses

The cost of providing various program and supporting services has been summarized on a functional basis in the statements of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Subsequent events

The Foundation has evaluated subsequent events through January 30, 2019, which is the date the financial statements were available to be issued.

The ARRL Foundation, Inc.

Notes to Financial Statements
June 30, 2018 and 2017

Note 2 - Concentrations

Credit risk

Financial instruments which potentially subject the Foundation to concentrations of credit risk consist primarily of cash and cash equivalents. The Foundation maintains its cash and cash equivalents with high-credit quality financial institutions. At times, such amounts may exceed federally insured limits. At June 30, 2018, approximately \$20,000 exceeded the federally insured limits.

Market value risk

The Foundation invests in various debt and equity securities. These investment securities are exposed to interest rate, market, credit and other risks depending on the nature of the specific investment. Accordingly, it is at least 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.

Note 3 - Investments

Investments at June 30, 2018 and 2017 consist of the following:

	<u>2018</u>	<u>2017</u>
Corporate bonds	\$ 1,922,291	\$ 1,989,122
Domestic common stocks	2,120,361	2,075,832
Domestic preferred stocks	69,293	68,060
Other	34,854	62,378
U.S. Treasury bonds	99,244	99,602
	<u>\$ 4,246,043</u>	<u>\$ 4,294,994</u>

The following schedule summarizes the investment return in the statements of activities:

	<u>2018</u>	<u>2017</u>
Interest and dividend income	\$ 101,576	\$ 107,378
Net realized and unrealized gains	84,131	127,901
	<u>\$ 185,707</u>	<u>\$ 235,279</u>

Note 4 - Fair value measurements

The Foundation values its financial assets and liabilities based on 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. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy was established that prioritizes observable and unobservable inputs used to measure fair value into three broad levels, which are described below:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Foundation has the ability to access.

The ARRL Foundation, Inc.

**Notes to Financial Statements
June 30, 2018 and 2017**

Level 2: Inputs to the valuation methodology include: quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

In determining fair value, the Foundation utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible, as well as considers counterparty credit risk in its assessment of fair value.

Financial assets carried at fair value at June 30, 2018 and 2017 are classified in the tables below in one of the three categories described above:

	2018			
	Level 1	Level 2	Level 3	Total
Corporate bonds	\$ -	\$ 1,922,291	\$ -	\$ 1,922,291
Domestic common stocks	2,120,361	-	-	2,120,361
Domestic preferred stocks	69,293	-	-	69,293
Other	34,854	-	-	34,854
U.S. Treasury bonds	-	99,244	-	99,244
Total	\$ 2,224,508	\$ 2,021,535	\$ -	\$ 4,246,043

	2017			
	Level 1	Level 2	Level 3	Total
Corporate bonds	\$ -	\$ 1,989,122	\$ -	\$ 1,989,122
Domestic common stocks	2,075,832	-	-	2,075,832
Domestic preferred stocks	68,060	-	-	68,060
Other	53,723	8,655	-	62,378
U.S. Treasury bonds	-	99,602	-	99,602
Total	\$ 2,197,615	\$ 2,097,379	\$ -	\$ 4,294,994

Following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2018 and 2017.

Investments in common stocks that are listed on a national securities exchange or reported on the NASDAQ national market are valued at their last sales price on the valuation date (Level 1). Investments in preferred stocks are valued at their last sales price on the valuation date (Level 1). Other investments that are listed on a national securities exchange or reported on the NASDAQ national market are valued at their last sales price on the valuation date (Level 1). In the absence thereof, a pricing model is used to develop a value based on securities with similar characteristics (Level 2).

The ARRL Foundation, Inc.

Notes to Financial Statements June 30, 2018 and 2017

The fair value of U.S. Treasury bonds and corporate bonds are estimated using market price quotations (where observable), based on recently executed transactions or bond spreads of the issuer (Level 2). If the spread data does not reference the issuer, then data that references a comparable issuer is used. When observable price quotations are not available, fair value is determined based on cash flow models with yield curves or bond spreads.

The Foundation's policy is to recognize transfers in and transfers out of each level as of the actual event or change in circumstance that caused the transfer. There were no transfers during the years ended June 30, 2018 and 2017.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Note 5 - Contributions restricted by donors

The Foundation receives donor contributions which are restricted for purposes specified by the donors. These restricted contributions are administered by designated officials of the Foundation in accordance with those restrictions and are presented in further detail on the restricted funds summary on pages 15 through 20.

Note 6 - Permanently restricted net assets

Permanently restricted net assets are composed of donor-restricted endowment fund investments. Income generated from these invested net assets is restricted for funding of scholarships and grant awards. These assets are presented in further detail on the restricted funds summary on pages 15 through 20.

Note 7 - Endowment

The Foundation's endowment includes 27 donor-restricted endowment funds. As required by accounting principles generally accepted in the United States of America, 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. The Board of Directors has interpreted the Connecticut Uniform Prudent Management of Institutional Funds Act ("CTUPMIFA") 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 Foundation 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 Board of Directors in a manner consistent with the standard of prudence prescribed by CTUPMIFA.

The ARRL Foundation, Inc.

**Notes to Financial Statements
June 30, 2018 and 2017**

In accordance with CTUPMIFA, the Foundation considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds: (1) the duration and preservation of the various funds, (2) the purposes of the Foundation and donor-restricted endowment funds, (3) general economic conditions, (4) the possible effect of inflation and deflation, (5) the expected total return from income and the appreciation (depreciation) of investments, (6) other resources of the Foundation and (7) the Foundation's investment policies.

Endowment net asset composition by type of fund as of June 30, 2018 is as follows:

	Unrestricted	Temporarily restricted	Permanently restricted	Total
Donor-restricted endowment funds	\$ -	\$ 417,434	\$ 2,510,963	\$ 2,928,397
Board-designated endowment funds	595,967	-	-	595,967
	<u>\$ 595,967</u>	<u>\$ 417,434</u>	<u>\$ 2,510,963</u>	<u>\$ 3,524,364</u>

Changes in endowment net assets for the year ended June 30, 2018 are as follows:

	Unrestricted	Temporarily restricted	Permanently restricted	Total
Endowment net assets, beginning	\$ 578,648	\$ 408,614	\$ 2,412,829	\$ 3,400,091
Investment income	12,653	62,468	-	75,121
Net realized and unrealized appreciation	14,897	46,411	-	61,308
Contributions	-	3,300	92,634	95,934
Change in donor intent	-	121	5,500	5,621
Amounts appropriated for expenditure	(10,231)	(103,480)	-	(113,711)
Endowment net assets, end	<u>\$ 595,967</u>	<u>\$ 417,434</u>	<u>\$ 2,510,963</u>	<u>\$ 3,524,364</u>

Endowment net asset composition by type of fund as of June 30, 2017 is as follows:

	Unrestricted	Temporarily restricted	Permanently restricted	Total
Donor-restricted endowment funds	\$ -	\$ 408,614	\$ 2,412,829	\$ 2,821,443
Board-designated endowment funds	578,648	-	-	578,648
	<u>\$ 578,648</u>	<u>\$ 408,614</u>	<u>\$ 2,412,829</u>	<u>\$ 3,400,091</u>

Changes in endowment net assets for the year ended June 30, 2017 are as follows:

	Unrestricted	Temporarily restricted	Permanently restricted	Total
Endowment net assets, beginning	\$ 558,608	\$ 422,058	\$ 2,232,029	\$ 3,212,695
Investment income	13,402	65,809	-	79,211
Net realized and unrealized appreciation	15,173	60,891	-	76,064
Contributions	-	4,655	180,800	185,455
Amounts appropriated for expenditure	(8,535)	(144,799)	-	(153,334)
Endowment net assets, end	<u>\$ 578,648</u>	<u>\$ 408,614</u>	<u>\$ 2,412,829</u>	<u>\$ 3,400,091</u>

The ARRL Foundation, Inc.

**Notes to Financial Statements
June 30, 2018 and 2017**

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 applicable law requires the Foundation to retain as a fund of perpetual duration. In accordance with accounting principles generally accepted in the United States of America, there were no deficiencies of this nature that are reported in unrestricted net assets as of June 30, 2018 and 2017.

Note 8 - Commitments

The Foundation administers the William R. Goldfarb Memorial Scholarship which provides a meritorious young Amateur Radio operator a full scholarship. The scholarships will fund costs not already covered through financial aid or other scholarships. These scholarships are subject to certain performance requirements and are contingent upon an annual reassessment of need.

In addition, the Foundation has approved numerous partial scholarships to students that have met certain criteria in accordance with the scholarship and are contingent upon the students attending school in the fall and spring semesters.

Note 9 - Related party transactions

The Foundation has some common Board of Director members with ARRL. ARRL performs administrative services for the Foundation. Administrative fees charged for these services were \$15,000 for the years ended June 30, 2018 and 2017, and are included in administrative expenditures on the accompanying statements of activities.

Note 10 - Reclassifications due to changes in donor intent

During the year ended June 30, 2018, certain donors notified the Foundation of their intent to change the restrictions on their gifts. Accordingly, the Foundation reclassified gifts totaling \$5,500 to permanently restricted net assets from temporarily restricted net assets.

Supplementary Information

The ARRL Foundation, Inc.

Restricted Funds Summary Year Ended June 30, 2018

Fund name	Balance July 1, 2017	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gains	Expenditures	Balance June 30, 2018
Donald Riebhoff Mem Scslsh	\$ 14,307	\$ -	\$ -	\$ 305	\$ 379	\$ (1,090)	\$ 13,901
General Scholarship	182,825	260	(3,000)	3,854	4,805	(14,131)	174,613
J Bieberman Merit Membr Fund	19,707	-	-	447	560	(181)	20,533
P and H Grauer Scslsh	59,577	-	-	1,312	1,640	(2,386)	60,143
PF Hadlock Mem Scslsh	835	-	-	16	24	(5)	870
ARRL Schslsh B Goldwater	51,489	-	-	1,170	1,466	(345)	53,780
VC ClarkYouth Incentive Prog	13,547	-	-	301	372	(588)	13,632
World Admn Radio Conf Fund	3,785	-	-	86	108	(26)	3,953
FR McDaniel Mem Scslsh	22,553	-	-	492	613	(1,145)	22,513
You've Got a Friend in PA	95,807	-	-	2,157	2,699	(1,636)	99,027
Edmond A Metzger Scslsh	12,199	-	-	267	333	(1,078)	11,721
L Phil Wicker Scholarship	72,956	-	-	1,575	1,963	(4,462)	72,032
W Bennett Mem Scslsh	11,080	-	-	253	315	(74)	11,574
Dr JL Lawson Mem Scslsh	26,480	-	-	580	725	(1,171)	26,614
Charles N Fisher Mem Scslsh	60,664	-	-	1,357	1,698	(1,400)	62,319
PHD ARA Scholarships	35,846	-	-	771	964	(1,227)	36,354
Six Meter Club Chicago Scslsh	13,777	100	-	304	381	(590)	13,972
New England FEMARA Scslsh	168,351	-	-	3,656	4,566	(9,075)	167,498
Mississippi Scholarship	24,113	-	-	539	672	(659)	24,665
T and J Comstock Scslsh	5,254	2,000	-	99	116	(2,028)	5,441
IW Cook WAOCGS Scslsh	38,245	-	-	847	1,061	(1,249)	38,904
Nemal Electronics Scslsh	234	-	-	3	7	(2)	242
Michael J Flosi Mem Scslsh	795	-	-	5	8	(502)	306
Chicago FM Club Scslsh	1,126	-	-	1	4	(501)	630
ARRL Scout Handbook Fund	(155)	-	-	8	10	(2)	(139)
E "Gene" Sallee Mem Scslsh	1,051	-	-	1	2	(500)	554
AARC/Toby Cross Scslsh	(272)	-	-	3	7	(2)	(264)
Earl I. Anderson Scslsh	218	-	-	3	7	(2)	226
Indiana Digital Exp Scslsh	184	-	-	3	5	(2)	190
Member to Member Matching F	1,026	-	-	16	20	(335)	727
Francis Walton Mem Scslsh	1,882	-	-	36	45	(510)	1,453
Central Arizona DX Association	2,214	1,010	-	10	18	(1,004)	2,248
Bill Orr W6SAI Tch Writing Awd	(754)	-	-	-	-	-	(754)
WRTC USA Youth Fund	654	-	-	20	26	(6)	694
NE Strohmeier Mem Scslsh	1,808	-	-	17	23	(505)	1,343
YCCC Yankee Clipper Contest	6,167	1,294	-	84	112	(2,026)	5,631
Albert H. Hix, W8AH Mem	(808)	285	-	17	24	(6)	(488)
Carole Streeter Scholarship	29,224	-	-	642	804	(1,189)	29,481
Louisiana Memorial	5,278	500	-	109	138	(782)	5,243
Seth Horen K1LOM Mem Scslsh	9	-	-	-	-	-	9
Yasme Foundation Scholarship	10,651	5,000	-	170	218	(5,052)	10,987
N. California DX Association	120	-	-	-	3	-	123
Challenge Met Scholarship	518	545	-	6	7	(502)	574
Bendrickson Scholarship	55,567	-	-	1,243	1,554	(1,366)	56,998
Peoria Area ARC Schlrshp	2,190	-	-	41	48	(512)	1,767
Wagner K3OMI	1,262	1,000	-	7	19	(1,004)	1,284
Zachary Taylor Stevens Mem	17	-	-	-	-	-	17
Misek N8NPX Mem Schlrshp	3	-	-	-	-	-	3
Bill Salerno, W2ONV Mem Schlrshp	26,585	-	-	563	700	(2,164)	25,684
Porter Scholarship	27	-	-	-	-	-	27
Magnolia DX Association Sch	695	-	-	16	19	(5)	725
Wayne Nelson KB4UT Sch	1,412	1,000	-	22	24	(1,006)	1,452
Orlando Hamcation Sch	2,431	1,000	-	47	53	(1,013)	2,518
GwinnettAmtr Radio Soc. Schlrsp	6,170	-	-	118	147	(1,035)	5,400
Androscoggin Schlrsp	1,391	-	-	32	40	(9)	1,454
CW OPS Scholarship	796	-	-	16	23	(5)	830
Jackson City AR Schlrsp	622	-	-	1	3	(500)	126
Jack Sheldon Mem. Scholarship	2,463	1,000	-	51	73	(917)	2,670
ARRL Rocky Mtn	2,120	-	-	39	46	(511)	1,694
Southeastern DX Club Schlrsp	222	-	-	3	7	(2)	230
ARRL Northwestern Div. Schl.	9,083	683	-	195	243	(1,057)	9,147
Bryon Blanchard Mem. Schlrsp	10,158	-	-	225	283	(566)	10,100
Indianapolis Am. Radio Assn Schlrsp	33	-	-	-	1	-	34
A & B Watson Mem. Schlrsp	3,226	-	-	62	78	(519)	2,847
Jake McClain Schlrsp.	2,234	1,000	-	46	64	(1,015)	2,329
Victor D. Poor Schlrsp.	2,685	-	-	7	5	(2,502)	195
Dan Huettl, WZ7U Mem. Schlrshp	2,103	3,020	-	43	59	(2,014)	3,211
R. Kirkpatrick Mem. Schlrshp	2,621	-	(2,621)	-	-	-	-
Manley/Pitchfield Scholarship	4,032	-	-	71	86	(1,021)	3,168
CTRI - KA1GEN Scholarship	511	505	-	5	6	(501)	526
Atlanta Radio Club Scholarship	516	-	-	1	-	(500)	17
W1FDR Scholarship	1,011	2,000	-	27	24	(1,006)	2,056
RFinder Scholarship	1,250	3,000	-	34	53	(1,013)	3,324
Shenandoah Valley AR Scholarship	1,010	-	-	13	17	(4)	1,036
MARCO Scholarship	-	1,000	-	18	28	(7)	1,039
Harry Hodges Mem. Scholarship	-	1,010	-	18	29	(7)	1,050
NEAR Fest. Scholarship	-	1,515	-	21	43	(10)	1,569
OMISS Society Scholarship	-	1,010	-	13	12	(3)	1,032
Ozaukee Radio Club Scholarship	-	2,020	-	25	24	(6)	2,063
H. Broughton K2AE Scholarship Earnings	59,816	-	-	3,819	4,006	(7,123)	60,518
WR Goldfarb Mem Scholarship Earnings	62,508	-	-	23,096	6,980	(44,487)	48,097
N TX B Nelson Mem Scholarship Earnings	796	-	-	29	33	(9)	849
IRARC Mem/JP Rubino Scholarship Earnings	2,525	-	-	439	415	(3,128)	251
Dayton Amateur Radio Assoc Scholarship Earnings	91,990	-	-	5,693	5,956	(10,674)	92,965
Morris Radio Club of NJ Scholarship Earnings	8,426	-	-	813	828	(1,240)	8,827
Ray NORP & Katie WOKTE Pautz Mem Earnings	8,484	-	-	857	867	(1,252)	8,956
Ted & Itice Goldthorpe Scholarship Earnings	5,168	-	-	276	280	(1,081)	4,643
Cebik Estate Scholarship Earnings	82,377	-	-	7,184	7,058	(10,447)	86,172
R & D Streeter Scholarship Earnings	3,235	-	-	587	571	(1,173)	3,220
B Weatherford Scholarship Earnings	2,917	-	-	499	487	(1,147)	2,756

The ARRL Foundation, Inc.

Restricted Funds Summary Year Ended June 30, 2018

Fund name	Balance July 1, 2017	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gains	Expenditures	Balance June 30, 2018
C Clark Cordle Scholarship Earnings	15,617	-	-	873	940	(1,260)	16,170
Mary Lou Brown Scholarship Earnings	11,545	-	-	1,277	1,274	(2,875)	11,221
Ernest & Marcia Baulch Earnings	17,674	-	-	3,882	3,828	(4,644)	20,740
David Knaus Memorial Scholarship Earnings	4,935	500	-	918	907	(1,771)	5,489
Cothran Scholarship Earnings	4,266	-	-	1,153	1,115	(2,339)	4,195
Wm. C. Winscott Mem Scholarship Earnings	17,023	-	-	4,401	4,306	(3,798)	21,932
Kirkpatrick K&AU Mem Scholarship Earnings	898	-	121	571	584	(169)	2,005
Alan G. Thorpe Scholarship Earnings	2,223	-	-	583	568	(1,171)	2,203
Marty Green, Sr. Mem. Scholarship Earnings	1,980	1,000	-	635	623	(1,186)	3,052
Helen Laughlin AM Mode Scholarship Earnings	1,225	-	-	554	535	(1,162)	1,152
Homer & Annette Thompson Scholarship Earnings	361	-	-	1,146	1,113	(337)	2,283
W. Gallinghouse Scholarship Earnings	656	1,300	-	292	522	(123)	2,647
Wm. G. Buckner Scholarship Earnings	461	-	-	2,290	2,230	(677)	4,304
G. Olson & M. Binder Earnings	-	500	-	316	298	(70)	1,044
J&M Mill STEM Scholarship Earnings	-	-	-	246	291	(69)	468
Palomar AR Club Scholarship Earnings	-	-	-	39	289	(68)	260
Total temporarily restricted funds	<u>\$ 1,546,119</u>	<u>\$ 35,057</u>	<u>\$ (5,500)</u>	<u>\$ 87,033</u>	<u>\$ 77,663</u>	<u>\$ (183,256)</u>	<u>\$ 1,557,116</u>

The ARRL Foundation, Inc.

Restricted Funds Summary Year Ended June 30, 2018

Fund name	Balance July 1, 2017	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gains	Expenditures	Balance June 30, 2018
H. Broughton K2AE	\$ 119,551	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,551
Wm. R. Goldfarb Memorial	919,064	-	-	-	-	-	919,064
N. TX KB5BNU Nelson Memorial	500	-	-	-	-	-	500
IRARC Memorial, JP Rubino	20,000	-	-	-	-	-	20,000
Dayton Amateur Radio Assoc Scholarship	180,000	-	-	-	-	-	180,000
Morris Radio Club of NJ Scholarship	31,771	-	-	-	-	-	31,771
Ray NORP & Katie WOKTE Pautz Memorial	29,529	-	-	-	-	-	29,529
Ted & Itice Goldthorpe Scholarship	10,100	-	-	-	-	-	10,100
Cebik Estate Scholarship	299,048	-	-	-	-	-	299,048
R&D Streeter Scholarship	25,000	-	-	-	-	-	25,000
B Weatherford Scholarship	21,250	-	-	-	-	-	21,250
C Clarke Cordle Scholarship	25,000	-	-	-	-	-	25,000
Mary Lou Brown Scholarship	50,000	-	-	-	-	-	50,000
Ernest & Marcia Baulch Scholarship	160,096	-	-	-	-	-	160,096
David Knaus Memorial Scholarship	38,000	-	-	-	-	-	38,000
James Cothran Mem. Scholarship	50,588	-	-	-	-	-	50,588
Wm C. Winscott Mem'l Scholarship	187,532	-	-	-	-	-	187,532
Kirkpatrick K8AU Mem'l Scholarship	20,800	134	5,500	-	-	-	26,434
Alan G. Thorpe Scholarship	25,000	-	-	-	-	-	25,000
Marty Green, Sr. Mem'l Scholarship	26,000	-	-	-	-	-	26,000
Helen Laughlin AM Mode Scholarship	24,000	-	-	-	-	-	24,000
Homer & Annette Thompson Scholarship	50,000	-	-	-	-	-	50,000
Wm. G. Buckner Scholarship	100,000	-	-	-	-	-	100,000
W. Gallinghouse Scholarship	-	17,500	-	-	-	-	17,500
G. Olson & M. Binder Scholarship	-	25,000	-	-	-	-	25,000
J&M Miller STEM Scholarship	-	25,000	-	-	-	-	25,000
Palomar AR Club Scholarship	-	25,000	-	-	-	-	25,000
Total permanently restricted funds	<u>\$ 2,412,829</u>	<u>\$ 92,634</u>	<u>\$ 5,500</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,510,963</u>

The ARRL Foundation, Inc.

Restricted Funds Summary Year Ended June 30, 2017

Fund name	Balance July 1, 2016	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gain	Expenditures	Balance June 30, 2017
Donald Riebhoff Mem Scslsh	\$ 15,028	\$ -	\$ -	\$ 342	\$ 27	\$ (1,090)	\$ 14,307
General Scholarship	180,479	10,897	-	4,221	346	(13,118)	182,825
J Bieberman Merit Membr Fund	19,321	-	-	472	38	(124)	19,707
P and H Grauer Scslsh	60,412	-	-	1,426	114	(2,375)	59,577
PF Hadlock Mem Scslsh	821	-	-	18	1	(5)	835
ARRL Scslsh B Goldwater	50,487	-	-	1,227	99	(324)	51,489
VC ClarkYouth Incentive Prog	12,987	300	-	319	26	(85)	13,547
World Admn Radio Conf Fund	3,712	-	-	89	7	(23)	3,785
FR McDaniel Mem Scslsh	23,112	-	-	539	44	(1,142)	22,553
You've Got a Friend in PA	97,933	-	-	2,293	184	(4,603)	95,807
Edmond A Metzger Scslsh	12,461	-	-	292	23	(577)	12,199
L Phil Wicker Scholarship	71,540	-	-	1,735	140	(459)	72,956
W Bennett Mem Scslsh	11,361	-	-	267	22	(570)	11,080
Dr JL Lawson Mem Scslsh	26,963	-	-	633	51	(1,167)	26,480
Charles N Fisher Mem Scslsh	63,474	-	-	1,455	116	(4,381)	60,664
PHD ARA Scholarships	36,167	-	-	831	67	(1,219)	35,846
Six Meter Club Chicago Scslsh	14,008	-	-	330	26	(587)	13,777
New England FEMARA Scslsh	164,569	8,560	-	3,959	323	(9,060)	168,351
Mississippi Scholarship	24,144	-	-	575	46	(652)	24,113
T and J Comstock Scslsh	5,171	2,000	-	100	9	(2,026)	5,254
IW Cook WAOCGS Scslsh	38,499	-	-	914	73	(1,241)	38,245
Nemal Electronics Scslsh	230	-	-	4	-	-	234
Michael J Flosi Mem Scslsh	779	-	-	18	-	(2)	795
Chicago FM Club Scslsh	1,113	-	-	17	1	(5)	1,126
ARRL Scout Handbook Fund	338	-	-	10	1	(504)	(155)
E "Gene" Sallee Mem Scslsh	1,039	-	-	14	-	(2)	1,051
AARC/Toby Cross Scslsh	227	-	-	4	1	(504)	(272)
Earl I. Anderson Scslsh	216	-	-	4	-	(2)	218
Indiana Digital Exp Scslsh	185	-	-	1	-	(2)	184
Member to Member Matching F	1,006	-	-	22	-	(2)	1,026
Francis Walton Mem Scslsh	2,020	-	-	50	2	(190)	1,882
Central Arizona DX Association	1,201	1,000	-	22	4	(13)	2,214
Bill Orr W6SAI Tch Writing Awd	-	250	-	-	3	(1,007)	(754)
WRTC USA Youth Fund	883	-	-	21	-	(250)	654
NE Strohmeier Mem Scslsh	1,780	-	-	32	1	(5)	1,808
YCCC Yankee Clipper Contest	6,559	-	-	114	3	(509)	6,167
Albert H. Hix, W8AH Mem	1,195	-	-	17	9	(2,029)	(808)
Carole Streeter Scholarship	29,651	-	-	701	56	(1,184)	29,224
Louisiana Memorial	5,677	250	-	125	10	(784)	5,278
Seth Horen K1LOM Mem Scslsh	9	-	-	-	-	-	9
Yasme Foundation Scholarship	10,510	5,000	-	172	18	(5,049)	10,651
N. California DX Association	-	120	-	-	-	-	120
Challenge Met Scholarship	508	-	-	12	1	(3)	518
Bendrickson Scholarship	56,479	-	-	1,331	106	(2,349)	55,567
Peoria Area ARC Schlrshp	2,147	-	-	53	4	(14)	2,190
Wagner K3OMI	1,243	1,000	-	23	3	(1,007)	1,262
Zachary Taylor Stevens Mem	17	-	-	-	-	-	17
Misek N8NPX Mem Schlrshp	3	-	-	-	-	-	3
Bill Salerno, W2ONV Mem Schlrshp	28,064	-	-	637	51	(2,167)	26,585
Porter Scholarship	27	-	-	-	-	-	27
Magnolia DX Association Sch	187	500	-	10	1	(3)	695
Wayne Nelson KB4UT Sch	389	1,000	-	29	3	(9)	1,412
Orlando Hamcation Sch	2,393	1,000	-	50	4	(1,016)	2,431
GwinnettAmtr Radio Soc. Schlrsp	6,549	-	-	148	12	(539)	6,170
Androscoggin Schlrsp	2,364	-	-	33	3	(1,009)	1,391
CW OPS Scholarship	781	-	-	18	1	(4)	796
Jackson City AR Schlrsp	1,108	-	-	17	1	(504)	622
Outdoor Ham Scholarship	985	-	13	2	-	(1,000)	-
Jack Sheldon Mem. Scholarship	2,820	500	-	55	4	(916)	2,463
ARRL Rocky Mtn	2,577	-	-	52	4	(513)	2,120
Southeastern DX Club Schlrsp	220	-	-	4	-	(2)	222
ARRL Northwestern Div. Schl.	9,311	600	-	211	17	(1,056)	9,083
Bryon Blanchard Mem. Schlrsp	10,461	-	-	242	19	(564)	10,158
Indianapolis Am. Radio Assn Schlrsp	1,031	-	-	2	-	(1,000)	33
A & B Watson Mem. Schlrsp	3,063	607	-	68	6	(518)	3,226
Jake McClain Schlrsp.	1,207	2,000	-	31	3	(1,007)	2,234
Victor D. Poor Schlrsp.	136	5,000	-	60	5	(2,516)	2,685
Dan Huettl, WZ7U Mem. Schlrshp	1,064	2,010	-	36	4	(1,011)	2,103
R. Kirkpatrick Mem. Schlrshp	2,570	-	-	62	5	(16)	2,621
Manley/Pitchfield Scholarship	-	4,000	-	41	4	(13)	4,032
CTR! - KA1GEN Scholarship	-	505	-	6	1	(1)	511
Atlanta Radio Club Scholarship	-	510	-	6	1	(1)	516
W1FDR Scholarship	-	1,000	-	13	1	(3)	1,011
RFinder Scholarship	-	1,250	-	-	-	-	1,250
Shenandoah Valley AR Scholarship	-	1,010	-	-	-	-	1,010
H. Broughton K2AE Scholarship Earnings	57,444	-	-	4,149	3,316	(5,093)	59,816
WR Goldfarb Mem Scholarship Earnings	102,000	-	-	27,449	23,000	(89,941)	62,508
N TX B Nelson Mem Scholarship Earnings	760	-	-	28	15	(7)	796
IRARC Mem/JP Rubino Scholarship Earnings	3,093	-	-	530	541	(1,639)	2,525
Dayton Amateur Radio Assoc Scholarship Earnings	91,442	-	-	6,189	4,987	(10,628)	91,990
Morris Radio Club of NJ Scholarship Earnings	7,969	-	-	880	808	(1,231)	8,426
Ray NORP & Katie W0KTE Pautz Mem Earnings	7,938	-	-	924	866	(1,244)	8,484
Ted & Itice Goldthorpe Scholarship Earnings	5,659	-	-	314	277	(1,082)	5,168
Cebik Estate Scholarship Earnings	77,172	-	-	7,762	9,991	(12,548)	82,377
R & D Streeter Scholarship Earnings	3,088	-	-	639	676	(1,168)	3,235
B Weatherford Scholarship Earnings	2,445	500	-	541	573	(1,142)	2,917

The ARRL Foundation, Inc.

Restricted Funds Summary
Year Ended June 30, 2017

Fund name	Balance July 1, 2016	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gain	Expenditures	Balance June 30, 2017
C Clark Cordle Scholarship Earnings	15,229	-	-	935	699	(1,246)	15,617
Mary Lou Brown Scholarship Earnings	11,652	-	-	1,402	1,359	(2,868)	11,545
Ernest & Marcia Baulch Earnings	13,783	-	-	4,159	4,327	(4,595)	17,674
David Knaus Memorial Scholarship Earnings	4,673	-	-	996	1,028	(1,762)	4,935
Cothran Scholarship Earnings	2,994	1,000	-	1,237	1,362	(2,327)	4,266
Wm. C. Winscott Mem Scholarship Earnings	11,023	-	-	4,680	5,054	(3,734)	17,023
Kirkpatrick K&AU Mem Scholarship Earnings	170	-	-	438	404	(114)	898
Alan G. Thorpe Scholarship Earnings	2,063	-	-	635	692	(1,167)	2,223
Marty Green, Sr. Mem. Scholarship Earnings	458	1,500	-	635	666	(1,279)	1,980
Helen Laughlin AM Mode Scholarship Earnings	-	1,000	-	259	36	(70)	1,225
Homer & Annette Thompson Scholarship Earnings	-	-	-	429	71	(139)	361
W. Gallinghouse Scholarship Earnings	-	655	-	3	1	(3)	656
Wm. G. Buckner Scholarship Earnings	-	-	-	596	142	(277)	461
Total temporarily restricted funds	\$ 1,556,026	\$ 55,524	\$ 13	\$ 92,446	\$ 63,046	\$ (220,936)	\$ 1,546,119

The ARRL Foundation, Inc.

Restricted Funds Summary
Year Ended June 30, 2017

Fund name	Balance July 1, 2016	Contributions	Change in donor intent	Investment income, net	Realized and unrealized gains	Expenditures	Balance June 30, 2017
H. Broughton K2AE	\$ 119,551	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 119,551
Wm. R. Goldfarb Memorial	919,064	-	-	-	-	-	919,064
N. TX KB5BNU Nelson Memorial	500	-	-	-	-	-	500
IRARC Memorial, JP Rubino	20,000	-	-	-	-	-	20,000
Dayton Amateur Radio Assoc Scholarship	180,000	-	-	-	-	-	180,000
Morris Radio Club of NJ Scholarship	31,771	-	-	-	-	-	31,771
Ray NORP & Katie WOKTE Pautz Memorial	29,529	-	-	-	-	-	29,529
Ted & Itice Goldthorpe Scholarship	10,100	-	-	-	-	-	10,100
Cebik Estate Scholarship	299,048	-	-	-	-	-	299,048
R&D Streeter Scholarship	25,000	-	-	-	-	-	25,000
B Weatherford Scholarship	21,250	-	-	-	-	-	21,250
C Clarke Cordle Scholarship	25,000	-	-	-	-	-	25,000
Mary Lou Brown Scholarship	50,000	-	-	-	-	-	50,000
Ernest & Marcia Baulch Scholarship	160,096	-	-	-	-	-	160,096
David Knaus Memorial Scholarship	38,000	-	-	-	-	-	38,000
James Cothran Mem. Scholarship	50,588	-	-	-	-	-	50,588
Wm C. Winscott Mem'l Scholarship	187,532	-	-	-	-	-	187,532
Kirkpatrick K8AU Mem'l Scholarship	15,000	5,800	-	-	-	-	20,800
Alan G. Thorpe Scholarship	25,000	-	-	-	-	-	25,000
Marty Green, Sr. Mem'l Scholarship	25,000	1,000	-	-	-	-	26,000
Helen Laughlin AM Mode Scholarship	-	24,000	-	-	-	-	24,000
Homer & Annette Thompson Scholarship	-	50,000	-	-	-	-	50,000
Wm. G. Buckner Scholarship	-	100,000	-	-	-	-	100,000
Total permanently restricted funds	\$ 2,232,029	\$ 180,800	\$ -	\$ -	\$ -	\$ -	\$ 2,412,829

See Independent Auditor's Report.

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