

**ZONTA INTERNATIONAL AND
AFFILIATED FOUNDATION**

**CONSOLIDATED FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

**YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)**



CliftonLarsonAllen

**ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
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YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)**

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INDEPENDENT AUDITORS' REPORT

Board of Directors
Zonta International and Affiliated Foundation
Oak Brook, Illinois

Report on the Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of Zonta International and Affiliated Foundation (collectively, the Organization), which comprise the consolidated statement of financial position as of May 31, 2016, and the related consolidated statements of activities and cash flows for the year then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 Organization as of May 31, 2016, and the changes in their net assets and their cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited the Organization's 2015 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated December 17, 2015. In our opinion, the summarized comparative information presented herein as of and for the year ended May 31, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The accompanying statement of financial position, statement of activities and detail of member services and management and general expenses for the year ended May 31, 2016 for Zonta International, and the statement of financial position, statement of activities, and statement of functional expenses for Zonta International Foundation 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 2016 consolidated financial statements. The accompanying detail of member services and management and general expenses for the year ended May 31, 2015 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 2015 consolidated 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 consolidated 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 consolidated financial statements as a whole.



CliftonLarsonAllen LLP

Oak Brook, Illinois
November 15, 2016

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

	2016	2015
ASSETS		
Cash and Cash Equivalents	\$ 6,524,782	\$ 4,975,836
Receivables:		
Contributions Receivable	48,884	76,271
Pledges Receivable	432,433	296,000
Other	17,644	11,374
Inventory	1,232	1,838
Prepaid Expenses:		
Convention	427,217	50,198
Other	99,255	77,429
Investments	12,910,973	13,353,509
Office Equipment and Computers, Net	147,569	82,836
Other Assets	19,365	19,365
	\$ 20,629,354	\$ 18,944,656
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts Payable	\$ 126,737	\$ 50,858
Accrued and Other Liabilities	74,262	95,251
Awards Payable	-	1,862,520
Deferred Revenue:		
Membership	1,938,745	1,702,922
Convention	568,200	-
Deferred Rent	40,318	43,325
Total Liabilities	2,748,262	3,754,876
NET ASSETS		
Unrestricted:		
Undesignated	10,816,549	10,206,021
Board-Designated - Convention Fund	370,349	369,917
Total Unrestricted	11,186,898	10,575,938
Temporarily Restricted	4,491,473	3,141,244
Permanently Restricted	2,202,721	1,472,598
Total Net Assets	17,881,092	15,189,780
	\$ 20,629,354	\$ 18,944,656

See accompanying Notes to Consolidated Financial Statements.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
CONSOLIDATED STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

	2016			Total	2015
	Undesignated	Temporarily Restricted	Permanently Restricted		
REVENUE AND SUPPORT					
Membership Dues and Fees	\$ 2,372,639	\$ -	\$ -	\$ 2,372,639	\$ 2,389,452
Z-Club Dues and Fees	2,285	-	-	2,285	2,165
U.S. and Canadian Liability Premiums	23,478	-	-	23,478	24,414
Convention Registration	-	-	-	-	587,893
Convention Events and Programs	432	-	-	432	314,660
Merchandise Royalties	3,053	-	-	3,053	2,229
Zontian Subscription	127	-	-	127	178
Program Contributions	813,905	2,011,764	-	2,825,669	2,124,229
Endowment Contributions	-	-	730,123	730,123	351,724
Returned Grant Funds	-	48,484	-	48,484	-
Other Income	-	-	-	-	8,000
Net Assets Released from Restrictions	438,337	(438,337)	-	-	-
Total Revenue and Support	<u>3,654,256</u>	<u>1,621,911</u>	<u>730,123</u>	<u>6,006,290</u>	<u>5,804,944</u>
EXPENSES					
Program Services:					
Member Services	1,266,471	-	-	1,266,471	1,230,443
Convention	-	-	-	-	1,058,185
Education Programs	534,482	-	-	534,482	543,084
International Service Fund	-	-	-	-	2,390,305
Zisvaw	-	-	-	-	1,630,000
Total Program Services	<u>1,800,953</u>	<u>-</u>	<u>-</u>	<u>1,800,953</u>	<u>6,852,017</u>
Supporting Services:					
Management and General	990,823	-	-	990,823	880,663
Fundraising	76,940	-	-	76,940	116,330
Total Supporting Services	<u>1,067,763</u>	<u>-</u>	<u>-</u>	<u>1,067,763</u>	<u>996,993</u>
Total Expenses	<u>2,868,716</u>	<u>-</u>	<u>-</u>	<u>2,868,716</u>	<u>7,849,010</u>
CHANGE IN NET ASSETS BEFORE NON-OPERATING GAINS (LOSSES)	785,540	1,621,911	730,123	3,137,574	(2,044,066)
NON-OPERATING GAINS (LOSSES)					
Interest Income, net	215,878	173,381	-	389,259	444,750
Realized and Unrealized Losses, Net	(399,623)	(445,063)	-	(844,686)	(546,561)
Foreign Currency Translation	9,165	-	-	9,165	(293,047)
Total Non-Operating Losses	<u>(174,580)</u>	<u>(271,682)</u>	<u>-</u>	<u>(446,262)</u>	<u>(394,858)</u>
CHANGE IN NET ASSETS	610,960	1,350,229	730,123	2,691,312	(2,438,924)
Net Assets - Beginning of Year	<u>10,575,938</u>	<u>3,141,244</u>	<u>1,472,598</u>	<u>15,189,780</u>	<u>17,628,704</u>
NET ASSETS - END OF YEAR	<u>\$ 11,186,898</u>	<u>\$ 4,491,473</u>	<u>\$ 2,202,721</u>	<u>\$ 17,881,092</u>	<u>\$ 15,189,780</u>

See accompanying Notes to Consolidated Financial Statements.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

	2016	2015
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 2,691,312	\$ (2,438,924)
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities:		
Depreciation	37,105	31,085
Net Realized and Unrealized Losses on Investments	844,686	546,561
Dividend Reinvestments	(406,447)	(472,454)
Contributions Restricted for Long-Term Investment	(730,123)	(351,724)
Effects of Changes in Operating Assets and Liabilities:		
Contributions Receivable	27,387	(76,271)
Pledges Receivable	(136,433)	(296,000)
Receivables - Other	(6,270)	5,101
Inventory	606	231
Prepaid Expenses and Other Assets	(398,845)	154,886
Accounts Payable	75,879	33,788
Accrued and Other Liabilities	(20,989)	(96,668)
Grants Payable	(1,862,520)	1,562,520
Deferred Membership Revenue	235,823	(148,565)
Deferred Convention Revenue	568,200	(768,231)
Deferred Rent	(3,007)	43,325
Net Cash Provided (Used) by Operating Activities	916,364	(2,271,340)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of Office and Computer Equipment	(101,838)	-
Purchase of Investments	(5,691,372)	(2,782,610)
Proceeds from Sale of Investments	5,695,669	741,041
Net Cash Used by Investing Activities	(97,541)	(2,041,569)
CASH FLOWS FROM FINANCING ACTIVITIES		
Contributions Restricted for Investment in Endowment	730,123	351,724
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,548,946	(3,961,185)
Cash and Cash Equivalents - Beginning of Year	4,975,836	8,937,021
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 6,524,782	\$ 4,975,836

See accompanying Notes to Consolidated Financial Statements.

**ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Zonta International and (Zonta) is a global, nonprofit organization of executives and professionals working to advance the status of women through service and advocacy. Zonta clubs and Zonta members work to improve the legal, political, economic, educational, health, and professional status of women. Zonta clubs are located throughout the world.

Zonta is affiliated with the Zonta International Foundation (the Foundation), which was formed in 1984 for charitable purposes to support the programs of Zonta. The Foundation raises and accepts contributions, ensures that funds are used according to donors' wishes and invests the Foundation's funds for maximum safe return.

Zonta International and Zonta International Foundation (the Organization) conduct their activities from offices in Oak Brook, Illinois. The Organization's fiscal year ends on May 31. Significant accounting policies followed by the Organization are presented below.

Use of Estimates in Preparing Consolidated Financial Statements

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Consolidated Financial Statement Presentation

The Organization 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. The separate classes of net assets are defined as follows:

Unrestricted

Amounts that are currently available for use in Zonta's operations and for the acquisition of equipment. Unrestricted program funds consist of unrestricted accumulated investment income and gains and losses, reduced by related bank and investment management fees, from the temporarily and permanently restricted net assets. The board of directors (the board) has also designated certain convention, membership fees, and other revenues for specific purposes. The board has designated the Convention Fund, which represents the excess of convention revenue over convention expenses, to be used for future conventions, including operational support under certain conditions.

Temporarily Restricted

Amounts which are stipulated by donors for specific operating purposes, the acquisition of capital assets, or use in future periods.

Permanently Restricted

Amounts that are stipulated by donors to be maintained permanently.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Consolidated Financial Statement Presentation (Continued)

When a donor 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 are reported in the consolidated statement of activities as "Net assets released from restrictions." Donations of volunteer time are not recorded.

The Organization is required to present a consolidated statement of cash flows.

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Zonta and the Foundation. All significant intercompany transactions and balances have been eliminated in consolidation.

Basis of Accounting

Revenues and expenses are recorded on the accrual basis of accounting.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in banks, and short-term highly liquid investments that are readily convertible into cash within 90 days of purchase. Short-term investments include a money market account, certificates of deposit, and treasury bills. For purposes of reporting cash flows, the Organization considers all highly liquid instruments with maturities of 90 days or less as of the date of purchase to be cash equivalents. It is Zonta's policy to maintain a one-and-one-half-year operating reserve (see additional cash disclosures in Note 3).

Contributions and Pledges Receivable

Contributions and pledges receivable are reported at fair value at the date the promise is made. No allowance for contributions and pledges receivable has been established based on historical experience and management's analysis of specific balances. The Organization considers all receivables collectible at year-end.

Investments

Investments are presented at fair market value. Publicly traded securities are valued at closing sale price, or in the absence of a recorded sale, at closing bid prices (see Notes 2 and 5 for additional investment disclosures).

Inventory

Inventory is valued at the lower of cost or market based on a first-in, first-out method of inventory accounting. It consists mainly of club supplies, publications, and other items bearing the Zonta emblem, which are offered for sale to members.

Office Equipment and Computers

Office equipment and computers are carried at cost and are depreciated on the straight-line method over their estimated useful lives of three to five years (see Note 6).

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Impairment of Long-Lived Assets

The Organization reviews long-lived assets for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. Recoverability of assets to be held and used is measured by a comparison of the carrying amount of an asset to future undiscounted net cash flows expected to be generated by the asset. If such assets are considered to be impaired, the impairment to be recognized is measured by the amount by which the carrying amount of the assets exceeds the fair value of the assets. Assets to be disposed of are reported at the lower of carrying amount or the fair value less costs to sell.

Awards Payable

Awards payable represent all unconditional grants and contributions that have been authorized prior to year-end, but remain unpaid as of the consolidated statement of financial position date. Conditional awards are expensed and considered payable in the period the conditions are substantially satisfied.

Deferred Revenue and Prepaid Expenses

Deferred membership revenue represents payments received from individual members and clubs for dues, fees, assessments, and subscriptions to be recognized as revenue in the future over the membership period and as services are provided.

Zonta holds a biennial convention. Revenues and expenses relating to a particular convention are included in the consolidated statement of activities for the fiscal year in which the convention occurs. Receipts and disbursements relating to future conventions are deferred and reflected in the consolidated statement of financial position as "Deferred revenue" and "Prepaid expenses" until the fiscal year in which the convention occurs. Allocated expenses such as personnel and similar costs, which would be incurred without regard to the timing of the convention and convention site selection expenses, are expensed in the year of occurrence and not deferred.

Contributions

Contributions are recorded as unrestricted, temporarily restricted or permanently restricted support depending on the existence and nature of any donor restrictions. All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Donor-restricted contributions are reported as an increase in temporarily restricted net assets when made and are then released from restrictions when the funds are spent as stipulated by the donor. Net assets released from restrictions are reclassified from temporarily restricted net assets to unrestricted net assets. If the contribution is expected to be received more than one year in the future, the revenue and related receivable are discounted to its net present value using risk-free interest rates applicable to the years in which the promises are received.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Collections

The “fine and decorative arts” collections, which were acquired through contributions since the Organization’s inception, are not recognized as assets on the consolidated statements of financial position. Contributed collection items are not reflected on the consolidated financial statements.

The Organization’s collections are made up of artifacts of historical significance and fine and decorative art objects that are held on display for its members at its headquarters. Based upon an independent appraisal, the approximate fair market value of the collections is \$88,550.

Tax-Exempt Status

Zonta is classified under Section 501(c)(4) of the United States (U.S.) Internal Revenue Code (IRC) as a fraternal organization and is exempt from U.S. federal and Illinois income taxes on income related to its purpose as a fraternal organization.

The Foundation is classified under Section 501(c)(3) of the IRC as a charitable organization and is exempt from U.S. federal and Illinois income taxes on income related to its charitable, scientific, and educational purposes. The Foundation is not a private foundation and contributions are tax deductible in the U.S. to the extent allowed by law.

The Organization follows the requirements for accounting for uncertain tax positions. The Organization has determined that they are not required to record a liability related to uncertain tax positions as of May 31, 2016 and 2015.

Expense Allocation

The costs of providing various programs or other activities have been summarized on a functional basis in the Consolidated Statements of Activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Comparative Amounts

The consolidated financial statements include certain prior year summarized comparative information in total, but not by net asset category. Such information does not include sufficient detail to constitute a comparative presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Organization’s consolidated financial statements for the year ended May 31, 2015, from which the summarized consolidated financial information was derived.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 2 FAIR VALUE MEASUREMENTS

In determining fair value, the Organization uses various valuation approaches within the fair value measurement framework. Fair value measurements are determined based on the assumptions that market participants would use in pricing an asset or liability.

The fair value measurement framework establishes a hierarchy for inputs used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. It also defines levels within the hierarchy based on the reliability of inputs as follows:

Level 1 – Valuations based on unadjusted quoted prices for identical assets or liabilities in active markets;

Level 2 – Valuations based on quoted prices for similar assets or liabilities or identical assets or liabilities in less active markets, such as dealer or broker markets, and

Level 3 – Valuations derived from valuation techniques in which one or more significant inputs or significant value drivers are unobservable, such as pricing models, discounted cash flow models and similar techniques not based on market, exchange, dealer, or broker-traded transactions.

Fair values of assets measured on a recurring basis at May 31, 2016 and 2015 are as follows:

	Fair Value	Level 1	Level 2	Level 3
<u>May 31, 2016</u>				
Certificates of Deposit	\$ 3,633,512	\$ -	\$ 3,633,512	\$ -
Mutual Funds - Fixed Income	3,834,478	3,834,478	-	-
Mutual Funds - Equities	4,104,807	4,104,810	-	-
Mutual Funds - Index Fund	1,338,176	1,338,423	-	-
Total	<u>\$ 12,910,973</u>	<u>\$ 9,277,711</u>	<u>\$ 3,633,512</u>	<u>\$ -</u>
<u>May 31, 2015</u>				
Certificates of Deposit	\$ 3,639,048	\$ -	\$ 3,639,048	\$ -
Mutual Funds - Fixed Income	3,853,285	3,853,285	-	-
Mutual Funds - Equities	4,674,753	4,674,753	-	-
Mutual Funds - Index Fund	1,186,423	1,186,423	-	-
Total	<u>\$ 13,353,509</u>	<u>\$ 9,714,461</u>	<u>\$ 3,639,048</u>	<u>\$ -</u>

Fair value for Level 1 investments include securities listed on a national market or exchange and are valued at the last sales price, or if there is no sale and the market is still considered active, at the last transaction price before year-end. Fair value of Level 2 investments are determined by reference to quoted market transactions in a less active market for assets similar to those held to support the underlying assets. The carrying amounts of all other assets and liabilities reflected in the consolidated statement of financial position for the Organization's financial instruments approximates the respective fair values due to the short-term maturities of those instruments.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 3 CASH AND CASH EQUIVALENTS

Cash and cash equivalents at May 31 consist of the following:

	2016		
	Zonta	Foundation	Total
Cash	\$ 2,987,623	\$ 1,790,701	\$ 4,778,324
Money Market Fund	915,295	831,163	1,746,458
Total	\$ 3,902,918	\$ 2,621,864	\$ 6,524,782
	2015		
	Zonta	Foundation	Total
Cash	\$ 2,748,050	\$ 1,282,547	\$ 4,030,597
Money Market Fund	6,933	938,306	945,239
Total	\$ 2,754,983	\$ 2,220,853	\$ 4,975,836

The Organization maintains cash balances and cash equivalents at Bank of America, Merrill Lynch, and Charles Schwab Institutional. All accounts held at these financial institutions, with the exception of one, are located in the U.S. The Organization held cash balances of \$1,660,367 and \$1,118,039 at Bank of America in a Euro account in London, England, at May 31, 2016 and 2015 respectively. At times, the U.S. balances may exceed federally insured limits; however, the Organization has not experienced any losses in such accounts and limits its exposure to credit risk by maintaining its cash and cash equivalents in highly reputable financial institutions.

NOTE 4 PLEDGES RECEIVABLE

The following is a summary of the Organization's pledges receivable balance at May 31, 2016:

Total Amounts Due in:	
One year	\$ 298,572
Two to Five years	133,861
Total	\$ 432,433

Management has deemed the present value of long-term pledges receivable to approximate carrying value; therefore, no discount has been recorded as of May 31, 2016 and 2015.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 5 INVESTMENTS

Investments held by the Organization consist of the following:

	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
<u>May 31, 2016</u>			
Certificate of Deposit	\$ 3,636,518	\$ 3,633,512	\$ (3,006)
Mutual Funds - Fixed Income	4,083,961	3,834,478	(249,483)
Mutual Funds - Equities	4,821,824	4,104,807	(717,017)
Mutual Funds - Index Fund	902,714	1,338,176	435,462
Total	<u>\$ 13,445,017</u>	<u>\$ 12,910,973</u>	<u>\$ (534,044)</u>
	<u>Cost</u>	<u>Fair Value</u>	<u>Unrealized Appreciation (Depreciation)</u>
<u>May 31, 2015</u>			
Certificate of Deposit	\$ 3,643,000	\$ 3,639,048	\$ (3,952)
Mutual Funds - Fixed Income	4,059,955	3,853,285	(206,670)
Mutual Funds - Equities	4,756,154	4,674,753	(81,401)
Mutual Funds - Index Fund	743,767	1,186,423	442,656
Total	<u>\$ 13,202,876</u>	<u>\$ 13,353,509</u>	<u>\$ 150,633</u>

Investment income at May 31 consists of the following:

	<u>2016</u>	<u>2015</u>
Realized and Unrealized Losses, Net	\$ (844,686)	\$ (546,561)
Investment Income	440,417	489,532
Investment Management Fees	(51,158)	(53,588)
Total	<u>\$ (455,427)</u>	<u>\$ (110,617)</u>

Total investments are held at Charles Schwab Institutional and Merrill Lynch.

NOTE 6 OFFICE EQUIPMENT AND COMPUTERS

A summary of office equipment and computers, at cost, as of May 31 is as follows:

	<u>2016</u>	<u>2015</u>
Office Equipment	\$ 77,253	\$ 71,910
Computers	538,806	442,311
Total, at Cost	<u>616,059</u>	<u>514,221</u>
Less: Accumulated Depreciation	468,490	431,385
Office Equipment and Computers, Net	<u>\$ 147,569</u>	<u>\$ 82,836</u>

Depreciation expense on office equipment and computers for the years ended May 31, 2016 and 2015 totaled \$37,105 and \$31,085, respectively.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 7 AWARDS PAYABLE

Multi-year awards, contributions, and scholarships are made at the direction of the board and are reflected as expenses when committed and approved. The liability for awards payable represents the unexpended portion of unconditional grants and promises. No discount on grants payable was recorded as of May 31, 2016 and 2015, as the amount approximates zero. There are no commitments outstanding as of May 31, 2016. The commitments outstanding at May 31, 2015 were paid during the year ended May 31, 2016 and were presented as a current liability in the consolidated statement of financial position.

NOTE 8 TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets as of May 31, 2016 and 2015 are available for the following purposes:

	2016	2015
Eva Mowbray	\$ 83,148	\$ 86,872
International Service Program	757,555	-
ZISVAW Program	1,912,902	1,188,139
YWPA Program	522,217	520,619
Jane M. Klausman Women in Business Scholarship Program	440,618	493,088
Endowment Funds	775,033	852,526
Total	<u>\$ 4,491,473</u>	<u>\$ 3,141,244</u>

NOTE 9 NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were from donor restrictions by incurring expenses satisfying the restricted purpose of by occurrence of other events specified by donors as follows:

	2016	2015
Eva Mowbray	\$ 3,724	\$ -
Amelia Earhart Fellowship Program	248,013	208,270
International Service Program	-	1,851,059
ZISVAW Program	-	1,630,000
YWPA Program	72,500	73,525
Jane M. Klausman Women in Business Scholarship Program	114,100	117,625
Total	<u>\$ 438,337</u>	<u>\$ 3,880,479</u>

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 10 ENDOWMENTS

The Organization's endowments consist of funds established to support its mission and a variety of scholarships and grants. Its endowments consist of both donor-restricted endowment funds and funds designated by the board to function as endowments. 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 to function as endowments, are classified and reported based on the existence or absence of donor-imposed restrictions.

Interpretation of Relevant Law

The board of the Organization follows the Uniform Prudent Management Institutional Funds Act (UPMIFA). UPMIFA requires 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. The Organization classifies permanently restricted net assets as:

Interpretation of Relevant Law (Continued)

- The original value of gifts donated to the permanent endowment, and
- The original value of subsequent gifts to the permanent endowment.

The remaining portion of the donor-restricted endowment fund not classified as permanently restricted is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the Organization's board.

In accordance with UPMIFA, 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 purpose 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.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 10 ENDOWMENTS (CONTINUED)

Return Objectives and Risk Parameters

The Organization has adopted investment and spending policies for endowment assets that attempt to provide a predictable stream of funding to the programs supported by the endowments. The investment policy of the Organization is guided by three basic objectives: safety, liquidity, and return on investment. The Organization supports the investment of funds in a variety of vehicles, including bank instruments, money market funds, equity funds, bond funds, and real estate funds. The Organization works with professional advisors on the investment portfolio.

Spending Policy

The Organization has a policy of appropriating for distribution each year 3% to 5% of the endowment fund's current market value, not to exceed accumulated unrestricted investment income. Notwithstanding this policy, no distribution shall be made from the general endowment fund that will cause the combined balance of the unrestricted and permanently restricted balances in that fund to be less than \$1,000,000.

In establishing this policy, the Organization considered the long-term expected returns on its endowment investments. Accordingly, over the long-term, the Organization expects the current spending policy will allow its endowment to retain the original fair value of the gift.

Strategies Employed for Achieving Objectives

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

Funds with 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 UPMIFA requires the Organization to retain as a fund of perpetual duration. In accordance with GAAP, deficiencies of this nature that are reported in unrestricted net assets were \$2,488 as of May 31, 2016. These deficiencies resulted from unfavorable market fluctuations that occurred shortly after the investment of new permanently restricted contributions and continued appropriation for certain programs that was deemed prudent by the board of directors. There were no such deficiencies as of May 31, 2015.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 10 ENDOWMENTS (CONTINUED)

Endowment net asset composition by type of fund as of May 31 is as follows:

	2016			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Donor Restricted:				
Endowment Fund	\$ -	\$ 593,798	\$ 934,735	\$ 1,528,533
Amelia Earhart Fellowship				
Endowment Fund	-	181,235	318,916	500,151
CAEC Campaign:				
Endowment Fund	(2,488)	-	947,070	944,582
Amelia Earhart Fellowship	-	-	2,000	2,000
Total	<u>\$ (2,488)</u>	<u>\$ 775,033</u>	<u>\$ 2,202,721</u>	<u>\$ 2,975,266</u>
	2015			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Donor Restricted:				
Endowment Fund	\$ -	\$ 655,142	\$ 857,679	\$ 1,512,821
Amelia Earhart Fellowship				
Endowment Fund	-	197,384	301,410	498,794
CAEC Campaign:				
Endowment Fund	-	-	313,509	313,509
Total	<u>\$ -</u>	<u>\$ 852,526</u>	<u>\$ 1,472,598</u>	<u>\$ 2,325,124</u>

Changes in endowment net assets for the fiscal years ended May 31 are as follows:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Balance - May 31, 2014	\$ -	\$ 859,119	\$ 1,120,875	\$ 1,979,994
Investment Return:				
Investment Income, net	-	61,681	-	61,681
Net Appreciation	-	(68,274)	-	(68,274)
Total	<u>-</u>	<u>(6,593)</u>	<u>-</u>	<u>(6,593)</u>
Contributions	<u>-</u>	<u>-</u>	<u>351,723</u>	<u>351,723</u>
Balance - May 31, 2015	-	852,526	1,472,598	2,325,124
Investment Return:				
Investment Income, net	-	28,985	-	28,985
Net Depreciation	(2,488)	(106,478)	-	(108,966)
Total	<u>(2,488)</u>	<u>(77,493)</u>	<u>-</u>	<u>(79,981)</u>
Contributions	<u>-</u>	<u>-</u>	<u>730,123</u>	<u>730,123</u>
Balance - May 31, 2016	<u>\$ (2,488)</u>	<u>\$ 775,033</u>	<u>\$ 2,202,721</u>	<u>\$ 2,975,266</u>

**ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)**

NOTE 11 OPERATING LEASE

The Organization entered into an agreement for office space under a noncancelable operating lease beginning on February 1, 2009. The lease had an original term of 65 months and contained a rent escalation clause whereby the monthly rental payments started at \$17,467 and increased to \$19,365 over the lease term, which were to expire in June 2014. The Organization entered into a first amendment to the original lease agreement, which extends the lease term through June 30, 2019. This amended lease agreement contains a rent escalation clause whereby monthly rental payments start at \$17,644 and increase to \$20,927 over the lease term, which expires in June 2019. The Organization records rent expense equally over the lease term and recognized the difference between the rent expense recorded and the amount paid as a deferred rent obligation on the consolidated statements of financial position. The Organization is also responsible for its share of operating expenses and real estate taxes.

Minimum annual commitments under this lease for the years ended May 31 are as follows:

<u>Year Ending May 31,</u>	<u>Amount</u>
2017	\$ 237,993
2018	242,917
2019	247,841
2020	20,927
Total	<u>\$ 749,678</u>

Rent expense for the years ended May 31, 2016 and 2015 was \$244,779 and \$281,498, respectively.

NOTE 12 401(k) PLAN

The Organization maintains a defined contribution plan and a 401(k) with a money purchase provision for its eligible employees. Each year, the Organization contributes 5% of eligible wages. The Organization contributed approximately \$35,517 and \$33,743 for the years ended May 31, 2016 and 2015, respectively.

NOTE 13 CONCENTRATIONS

The Organization relies on dues as its primary source of revenue, excluding convention activities. For the years ended May 31, 2016 and 2015, dues revenue, which included membership dues and charter and new member fees, represented approximately 95% and 94%, respectively, of the total operational revenues, excluding convention and Foundation activities.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 14 CASH FLOW DISCLOSURES

There was no cash paid for interest or taxes for the years ended May 31, 2016 and 2015. There were no non-cash investing and financing transactions for the years ended May 31, 2016 and 2015.

NOTE 15 RECLASSIFICATIONS

Certain amounts from the year ended May 31, 2015 presentation have been reclassified to conform to the presentation for the year ended May 31, 2016. The reclassifications had no effect on net assets or the change in net assets reflected as of May 31, 2015.

NOTE 16 SUBSEQUENT EVENTS

Management evaluated subsequent events through November 15, 2016, the date the consolidated financial statements were available to be issued. Events or transactions occurring after May 31, 2016, but prior to November 15, 2016, that provided additional evidence about conditions that existed at May 31, 2016, have been recognized in the consolidated financial statements for the year ended May 31, 2016. Events or transactions that provided evidence about conditions that did not exist at May 31, 2016, but arose before the consolidated financial statements were available to be issued have not been recognized in the consolidated financial statements for the year ended May 31, 2016.

NOTE 17 RECENT ACCOUNTING PRONOUNCEMENTS

Revenue from Contracts with Customers – In May 2014, the Financial Accounting Standards Board (FASB) issued amended guidance to clarify the principles for recognizing revenue from contracts with customers. The guidance requires an entity to recognize revenue to depict the transfer of goods or services to customers in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services. The guidance also requires expanded disclosures relating to the nature, amount, timing, and uncertainty of revenue and cash flows arising from contracts with customers. Additionally, qualitative and quantitative disclosures are required regarding customer contracts, significant judgments and changes in judgments, and assets recognized from the costs to obtain or fulfill a contract. The guidance will initially be applied retrospectively using one or two methods. The standard will be effective for the Organization for the year ending May 31, 2020. Early adoption is permitted for years beginning after December 15, 2016. Management is evaluating the impact of the amended revenue recognition guidance on the entity's consolidated financial statements.

ZONTA INTERNATIONAL AND AFFILIATED FOUNDATION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED MAY 31, 2016
(WITH COMPARATIVE TOTALS FOR MAY 31, 2015)

NOTE 17 RECENT ACCOUNTING PRONOUNCEMENTS (CONTINUED)

Leases – In February 2016, the FASB issued amended guidance for the treatment of leases. The guidance requires lessees to recognize a right-of-use asset and a corresponding lease liability for all operating and finance leases with lease terms greater than one year. The guidance also requires both qualitative and quantitative disclosures regarding the nature of the entity's leasing activities. The guidance will initially be applied using a modified retrospective approach. The amendments in the guidance will be effective for the year ending May 31, 2021. Early adoption is permitted. Management is evaluating the impact of the amended lease guidance on the entity's consolidated financial statements.

Financial Statements of Not-for-Profit Entities - In August 2016, the Financial Accounting Standards Board (FASB) issued amended guidance to improve the current net asset classification requirements and the information presented in financial statements and notes about a not-for-profit entity's liquidity, financial performance, and cash flows. The main provisions of the update impact the classification and presentation of net asset balances, enhance disclosures regarding the liquidity of an entity's assets and the nature and functional classification of expenses. The amendments should be applied on a retrospective basis in the year that the pronouncement is first applied. The standard will be effective for the Organization for the year ending May 31, 2019. Early adoption is permitted. Management is evaluating the impact of the reporting requirements on the entity's financial statements.

ZONTA INTERNATIONAL
STATEMENT OF FINANCIAL POSITION
MAY 31, 2016
(SEE INDEPENDENT AUDITORS' REPORT)

ASSETS

Cash and Cash Equivalents	\$	3,902,918
Receivables:		
Other		15,291
Inventory		1,232
Prepaid Expenses:		
Convention		427,217
Other		82,655
Investments		2,633,673
Office Equipment and Computers, Net		147,569
Other Assets		19,365
		19,365
Total Assets	\$	7,229,920

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts Payable	\$	115,893
Accrued and Other Liabilities		74,262
Due to Zonta International Foundation		216,316
Deferred Revenue:		
Membership		1,938,745
Other		568,200
Deferred Rent		40,318
Total Liabilities		2,953,734

NET ASSETS

Unrestricted:		
Undesignated		3,822,689
Board-Designated - Convention Fund		370,349
Total Unrestricted		4,193,038
Temporarily Restricted		83,148
Total Net Assets		4,276,186
Total Liabilities and Net Assets	\$	7,229,920

ZONTA INTERNATIONAL
STATEMENT OF ACTIVITIES
MAY 31, 2016
(SEE INDEPENDENT AUDITORS' REPORT)

	Undesignated	Temporarily Restricted	Total
REVENUE AND SUPPORT			
Membership Dues and Fees	\$ 2,372,639	\$ -	\$ 2,372,639
Z-Club Dues and Fees	2,285	-	2,285
U.S. and Canadian Liability Premiums	23,478	-	23,478
Convention Events and Programs	432	-	432
Merchandise Royalties	3,053	-	3,053
Zontian Subscription	127	-	127
Contributions	100	-	100
Management Fee	96,000	-	96,000
Net Assets Released from Restrictions	3,724	(3,724)	-
Total Revenue and Support	2,501,838	(3,724)	2,498,114
EXPENSES			
Program Services:			
Member Services	1,266,471	-	1,266,471
Supporting Services:			
Management and General	1,134,294	-	1,134,294
Total Expenses	2,400,765	-	2,400,765
CHANGE IN NET ASSETS BEFORE NON-OPERATING GAINS (LOSSES)	101,073	(3,724)	97,349
NON-OPERATING GAINS (LOSSES)			
Interest Income	30,244	-	30,244
Realized and Unrealized Loss, Net	(910)	-	(910)
Foreign Currency Translation	9,165	-	9,165
Total Non-Operating Gains	38,499	-	38,499
CHANGE IN NET ASSETS	139,572	(3,724)	135,848
Net Assets - Beginning of Year	4,053,466	86,872	4,140,338
NET ASSETS - END OF YEAR	\$ 4,193,038	\$ 83,148	\$ 4,276,186

ZONTA INTERNATIONAL
DETAIL OF MEMBER SERVICES AND MANAGEMENT AND GENERAL EXPENSES
YEARS ENDED MAY 31, 2016 AND 2015
(SEE INDEPENDENT AUDITORS' REPORT)

	2016	2015
MEMBER SERVICES		
Salaries	\$ 673,813	\$ 704,046
Payroll Taxes and Fringe	197,676	215,464
Temporary Help	79,487	23,134
Outsourcing - Finance and Dues	49,716	49,740
Club Mailings	5,364	3,536
Dues and Subscriptions	3,697	3,408
Website	29,349	5,731
U.S./Canadian Club Liability Expenses	20,869	23,649
O&E Supplies/Recognition	-	5,447
Postage and Shipping	8,752	2,272
Printing and Copying	6,103	17,920
Office Supplies	7,685	12,272
Staff Development	9,406	7,204
Telephone	24,768	20,421
Communication Expense	4,595	26,089
United Nations Dues	878	1,398
CSW	9,175	18,099
Z Club Expenses	3,982	3,750
Zontian Magazine	131,156	86,863
Total Member Services	\$ 1,266,471	\$ 1,230,443
MANAGEMENT AND GENERAL		
International Board Expenses	\$ 98,672	\$ 98,048
International Committee Expenses	43,336	41,990
Eva Mowbry	3,788	-
Conference Representation	28,250	3,208
Governor's Training	74,133	207
Leadership Training	4,425	14,576
Consultants	34,821	6,927
Outsourcing IT	48,762	47,233
Internet	18,434	18,598
Maintenance	24,778	25,511
Equipment Lease	14,752	18,447
Audit and Tax Consultants	36,778	34,173
Bank Charges	40,601	39,162
Rent and Utilities	251,057	288,613
Insurance Expense	44,820	47,035
Legal Fees	15,174	7,558
Payroll Processing	3,157	2,289
Grant Expense	301,556	367,297
Other Expenses	9,895	2,594
Depreciation Expense	37,105	31,085
Total Management and General	\$ 1,134,294	\$ 1,094,551

**ZONTA INTERNATIONAL FOUNDATION
STATEMENT OF FINANCIAL POSITION
YEAR ENDED MAY 31, 2016
(SEE INDEPENDENT AUDITORS' REPORT)**

ASSETS

Cash and Cash Equivalents	\$ 2,621,864
Receivables:	
Contributions Receivable	48,884
Pledges Receivable	432,433
Other	2,353
Prepaid Expenses:	
Other	16,600
Due from Zonta International	216,316
Investments	<u>10,277,300</u>
Total Assets	<u><u>\$ 13,615,750</u></u>

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts Payable and Accrued Expenses	\$ 10,844
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NET ASSETS

Unrestricted:	6,993,860
Temporarily Restricted	4,408,325
Permanently Restricted	<u>2,202,721</u>
Total Net Assets	<u><u>13,604,906</u></u>

Total Liabilities and Net Assets	<u><u>\$ 13,615,750</u></u>
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ZONTA INTERNATIONAL FOUNDATION
STATEMENT OF ACTIVITIES
YEAR ENDED MAY 31, 2016
(SEE INDEPENDENT AUDITORS' REPORT)

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
REVENUE AND SUPPORT				
Program Contributions	\$ 813,805	\$ 2,011,764	\$ -	\$ 2,825,569
Endowment Contributions	-	-	730,123	730,123
Returned Grant Funds	-	48,484	-	48,484
Grant Income	301,556	-	-	301,556
Net Assets Released from Restriction	434,613	(434,613)	-	-
Total Revenue and Support	<u>1,549,974</u>	<u>1,625,635</u>	<u>730,123</u>	<u>3,905,732</u>
EXPENSES				
Program Services:				
Education Programs	534,482	-	-	534,482
Supporting Services:				
Management and General	254,085	-	-	254,085
Fundraising	76,940	-	-	76,940
Total Expenses	<u>865,507</u>	<u>-</u>	<u>-</u>	<u>865,507</u>
CHANGE IN NET ASSETS BEFORE NON-OPERATING GAINS (LOSSES)	684,467	1,625,635	730,123	3,040,225
NON-OPERATING GAINS (LOSSES)				
Interest Income	185,634	173,381	-	359,015
Realized and Unrealized Losses, Net	(398,713)	(445,063)	-	(843,776)
Total Non-Operating Losses	<u>(213,079)</u>	<u>(271,682)</u>	<u>-</u>	<u>(484,761)</u>
CHANGE IN NET ASSETS	471,388	1,353,953	730,123	2,555,464
Net Assets - Beginning of Year	<u>6,522,472</u>	<u>3,054,372</u>	<u>1,472,598</u>	<u>11,049,442</u>
NET ASSETS - END OF YEAR	<u>\$ 6,993,860</u>	<u>\$ 4,408,325</u>	<u>\$ 2,202,721</u>	<u>\$ 13,604,906</u>

ZONTA INTERNATIONAL FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED MAY 31, 2016
(SEE INDEPENDENT AUDITORS' REPORT)

	Program Services	Supporting Services			Total Functional Expenses
	Education Programs	Management and General	Fundraising	Total Supporting Services	
Bank Fees	\$ 395	\$ 41,087	\$ -	\$ 41,087	\$ 41,482
Communications	-	-	28,013	28,013	28,013
Donor Recognition	-	-	19,706	19,706	19,706
Endowment Campaign	-	-	28,416	28,416	28,416
Grants	532,974	-	-	-	532,974
International Committees	1,113	-	-	-	1,113
Licensing Fees	-	5,025	-	5,025	5,025
Management Fees	-	96,000	-	96,000	96,000
Other Direct Operating	-	30,931	805	31,736	31,736
Salaries	-	81,042	-	81,042	81,042
Total Expenses	<u>\$ 534,482</u>	<u>\$ 254,085</u>	<u>\$ 76,940</u>	<u>\$ 331,025</u>	<u>\$ 865,507</u>