National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates

Combined Financial Statements
and Supplementary Information
For the Years Ended March 31, 2019 and 2018

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Contents

Independent Auditor's Report

Board of Directors
National Society to Prevent Blindness
(d/b/a Prevent Blindness) and Affiliates
Chicago, Illinois

We have audited the accompanying combined financial statements of National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates, which comprise the combined statements of financial position as of March 31, 2019 and 2018, and the related combined statements of activities and changes in net assets, functional expenses, and cash flows for the years then ended, and the related notes to the combined financial statements.

Management's Responsibility for the Combined Financial Statements

Management is responsible for the preparation and fair presentation of these combined 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 combined 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 combined financial statements based on our audits. We did not audit the financial statements of the following combined affiliates: National Society to Prevent Blindness - North Carolina Affiliate, Inc. (d/b/a Prevent Blindness North Carolina); Prevent Blindness Iowa; Georgia Society to Prevent Blindness and Prevent Blindness Wisconsin, Inc. Those statements reflect total assets of $5,949,938 at March 31, 2019 and $7,395,877 at March 31, 2018 (constituting 24% and 28% of combined total assets at March 31, 2019 and 2018, respectively) and total public support and operating revenue of $2,820,879 and $3,324,320 for the years ended March 31, 2019 and 2018, respectively, (constituting 30% and 38%, of combined total public support and operating revenue for the years ended March 31, 2019 and 2018, respectively). Those statements were audited or reviewed by other auditors, whose reports have been furnished to us; and our opinion, insofar as it relates to the amounts included for these affiliates, is based solely on the reports of the other auditors. 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 combined financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the combined financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the combined 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 combined 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 combined 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, based on our audits and the reports of the other auditors, the combined financial statements referred to above present fairly, in all material respects, the financial position of National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates as of March 31, 2019 and 2018, and the changes in their net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

As described in Note 1, the Board of Directors and management of the affiliate organization disaffiliated with the National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates in August 2018; and as a result, the affiliate organization will no longer be combined as part of National Society to Prevent Blindness and Affiliates. Since the revenue generating activities of the affiliate organization were already substantially transferred to National Society to Prevent Blindness, the disaffiliation did not have a significant net impact on Prevent Blindness' change in net assets. The combined statement of activities and changes in net assets for the year ended March 31, 2019 includes a distribution of net assets in the amount of $993,260 as a result of the disaffiliation.

BDO USA, LLP

Chicago, Illinois
October 30, 2019

Combined Financial Statements

National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates

Combined Statements of Financial Position

March 31,	2019	2018
Assets		
Cash and cash equivalents	**$ 1,440,022**	$ 2,557,554
Contributions and other receivables	**1,273,073**	1,463,006
Investments (Note 3)	**14,543,349**	13,705,617
Beneficial interest in trusts (Note 3)	**6,180,148**	6,265,414
Land, building and equipment, net of accumulated depreciation (Note 4)	**823,870**	2,113,048
Other assets	**434,757**	359,210
Total Assets	**$ 24,695,219**	$ 26,463,849
Liabilities and Net Assets		
Liabilities		
Accounts payable and accrued expenses	**$ 486,091**	$ 456,051
Accrued vacation and severance pay	**220,860**	501,700
Short-term borrowings - Bank (Note 7)	**75,000**	75,000
Mortgage loan payable (Note 8)	**-**	959,680
Deferred revenue and other liabilities	**180,320**	217,600
Total Liabilities	**962,271**	2,210,031
Net Assets		
Without donor restriction		
Undesignated - Available for general activities	**9,200,833**	9,687,455
Designated by the Board of Directors for specific purposes	**3,204,962**	3,078,949
Total Without Donor Restriction	**12,405,795**	12,766,404
With Donor Restriction	**11,327,153**	11,487,414
Total Net Assets	**23,732,948**	24,253,818
Total Liabilities and Net Assets	**$ 24,695,219**	$ 26,463,849

See accompanying notes to combined financial statements.

National Society to Prevent Blindness
(d/b/a Prevent Blindness) and Affiliates

Combined Statements of Activities and Changes in Net Assets

	2019			2018		
Year ended March 31,	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
Public Support and Operating Revenue						
Public Support Received directly:						
Contributions	$ 1,694,342	$ 2,091,042	$ 3,785,384	$ 1,669,501	$ 1,561,683	$ 3,231,184
Legacies and income from trusts held by others	1,160,540	25,000	1,185,540	1,109,799	35,150	1,144,949
Special events, net of direct costs of $513,934 and $474,456 in 2019 and 2018, respectively	1,108,515	-	1,108,515	1,133,924	-	1,133,924
Received indirectly - Combined service campaigns	16,911	-	16,911	18,373	-	18,373
Total Public Support	3,980,308	2,116,042	6,096,350	3,931,597	1,596,833	5,528,430
Operating Revenue						
Fees and grants from governmental agencies	2,247,746	3,240	2,250,986	2,501,927	217,490	2,719,417
Program service revenue	54,614	-	54,614	121,828	-	121,828
Net investment income	347,539	17,365	364,904	180,721	29,028	209,749
Miscellaneous	238,395	-	238,395	215,385	-	215,385
Total Operating Revenue	2,888,294	20,605	2,908,899	3,019,861	246,518	3,266,379
Net assets released from restrictions - Satisfaction of program restrictions	1,872,354	(1,872,354)	-	2,296,056	(2,296,056)	-
Total Public Support and Operating Revenue	8,740,956	264,293	9,005,249	9,247,514	(452,705)	8,794,809
Expenses						
Program Services						
Research	295,017	-	295,017	396,015	-	396,015
Public health education	2,884,093	-	2,884,093	3,626,932	-	3,626,932
Professional education and training	1,417,415	-	1,417,415	1,485,755	-	1,485,755
Community services	2,483,321	-	2,483,321	2,696,792	-	2,696,792
Total Program Services	7,079,846	-	7,079,846	8,205,494	-	8,205,494
Supporting Services						
General and administrative	1,027,825	-	1,027,825	1,170,093	-	1,170,093
Fundraising	1,071,436	-	1,071,436	1,229,337	-	1,229,337
Total Supporting Services	2,099,261	-	2,099,261	2,399,430	-	2,399,430
Total Expenses	9,179,107	-	9,179,107	10,604,924	-	10,604,924
Excess (Deficiency) of Public Support and Operating Revenue over Expenses	(438,151)	264,293	(173,858)	(1,357,410)	(452,705)	(1,810,115)
Non-operating revenue, gains, and losses - realized and unrealized (losses) gains on investments	(159,996)	3,424	(156,572)	883,004	107,002	990,006
Change in market value of beneficial interest in trusts	-	(85,266)	(85,266)	-	329,060	329,060
Gain on sale of building	888,086	-	888,086	-	-	-
Total non-operating revenue, gains and losses	728,090	(81,842)	646,248	883,004	436,062	1,319,066
Total Change in Net Assets	289,939	182,451	472,390	(474,406)	(16,643)	(491,049)
Net Assets - beginning of year	12,766,404	11,487,414	24,253,818	13,240,810	11,504,057	24,744,867
Distribution of Net Assets - Affiliate Organization	(650,548)	(342,712)	(993,260)	-	-	-
Net Assets - end of year	$ 12,405,795	$ 11,327,153	$ 23,732,948	$ 12,766,404	$ 11,487,414	$ 24,253,818

See accompanying notes to combined financial statements.

National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates

Combined Statements of Functional Expenses

	Program Services					Supporting Services			
Year ended March 31, 2019	Research	Public Health Education	Professional Education and Training	Community Services	Total	General and Administrative	Fundraising	Total	2019 Total
Salaries	$ 131,176	$ 1,538,562	$ 661,784	$ 1,242,568	$ 3,574,090	$ 532,594	$ 569,486	$ 1,102,080	$ 4,676,170
Employee benefits	24,864	274,730	118,705	270,078	688,377	89,351	102,621	191,972	880,349
Payroll taxes	8,688	123,144	48,670	97,015	277,517	43,581	42,477	86,058	363,575
Total payroll and related expenses	164,728	1,936,436	829,159	1,609,661	4,539,984	665,526	714,584	1,380,110	5,920,094
Accounting and audit fees	2,174	30,320	10,393	16,515	59,402	35,824	3,554	39,378	98,780
Legal fees	119	4,279	1,070	475	5,943	5,825	119	5,944	11,887
Other professional fees and outside services	47,475	293,138	214,062	255,616	810,291	73,058	132,198	205,256	1,015,547
Office supplies	882	112,269	102,515	143,229	358,895	7,173	3,503	10,676	369,571
Telephone	602	24,166	8,502	23,234	56,504	13,384	6,869	20,253	76,757
Postage and shipping	385	15,743	5,669	12,217	34,014	5,724	27,813	33,537	67,551
Building occupancy	3,645	129,453	45,727	85,863	264,688	114,535	34,169	148,704	413,392
Interest	178	1,150	509	5,438	7,275	998	1,687	2,685	9,960
Office equipment maintenance	295	19,338	6,453	24,324	50,410	13,049	7,515	20,564	70,974
Printing and publications	2,452	25,716	26,134	45,293	99,595	7,569	55,584	63,153	162,748
Travel and meetings	38,380	169,091	82,312	119,607	409,390	33,290	50,902	84,192	493,582
Insurance	1,784	24,407	10,697	22,055	58,943	6,951	7,323	14,274	73,217
Awards and grants	23,700	12,060	34,600	36,140	106,500	-	-	-	106,500
Other	2,312	36,358	13,241	26,978	78,889	20,890	10,335	31,225	110,114
Total expenses before depreciation	289,111	2,833,924	1,391,043	2,426,645	6,940,723	1,003,796	1,056,155	2,059,951	9,000,674
Depreciation of building and equipment	5,906	50,169	26,372	56,676	139,123	24,029	15,281	39,310	178,433
Total Expenses	$ 295,017	$ 2,884,093	$ 1,417,415	$ 2,483,321	$ 7,079,846	$ 1,027,825	$ 1,071,436	$ 2,099,261	$ 9,179,107

See accompanying notes to combined financial statements.

National Society to Prevent Blindness
(d/b/a Prevent Blindness) and Affiliates

Combined Statements of Functional Expenses

	Program Services					Supporting Services			
Year ended March 31, 2018	Research	Public Health Education	Professional Education and Training	Community Services	Total	General and Administrative	Fundraising	Total	2018 Total
Salaries	$ 191,183	$ 1,884,591	$ 732,158	$ 1,360,312	$ 4,168,244	$ 643,662	$ 698,087	$ 1,341,749	$ 5,509,993
Employee benefits	33,380	325,774	126,798	268,299	754,251	94,964	129,127	224,091	978,342
Payroll taxes	11,879	153,053	52,707	102,604	320,243	51,878	47,832	99,710	419,953
Total payroll and related expenses	236,442	2,363,418	911,663	1,731,215	5,242,738	790,504	875,046	1,665,550	6,908,288
Accounting and audit fees	1,773	27,796	9,535	8,134	47,238	32,951	2,041	34,992	82,230
Legal fees	128	4,601	1,150	511	6,390	6,263	128	6,391	12,781
Other professional fees and outside services	54,375	308,970	187,187	322,592	873,124	78,032	137,164	215,196	1,088,320
Office supplies	956	215,710	109,099	157,919	483,684	9,500	7,572	17,072	500,756
Telephone	694	41,643	8,852	25,582	76,771	16,191	13,951	30,142	106,913
Postage and shipping	369	16,956	6,675	15,675	39,675	4,657	18,341	22,998	62,673
Building occupancy	2,737	183,553	45,357	88,527	320,174	118,540	38,718	157,258	477,432
Interest	1,188	4,750	3,393	4,241	13,572	2,556	848	3,404	16,976
Office equipment maintenance	355	19,520	5,790	18,868	44,533	13,451	8,194	21,645	66,178
Printing and publications	1,003	39,843	21,531	51,298	113,675	8,169	47,184	55,353	169,028
Travel and meetings	47,168	197,508	103,764	136,849	485,289	31,603	41,234	72,837	558,126
Insurance	2,633	53,641	13,058	26,174	95,506	11,201	8,899	20,100	115,606
Awards and grants	37,280	17,592	16,921	17,246	89,039	-	-	-	89,039
Other	2,769	37,602	13,444	44,051	97,866	26,276	14,365	40,641	138,507
Total expenses before depreciation	389,870	3,533,103	1,457,419	2,648,882	8,029,274	1,149,894	1,213,685	2,363,579	10,392,853
Depreciation of building and equipment	6,145	93,829	28,336	47,910	176,220	20,199	15,652	35,851	212,071
Total Expenses	$ 396,015	$ 3,626,932	$ 1,485,755	$ 2,696,792	$ 8,205,494	$ 1,170,093	$ 1,229,337	$ 2,399,430	$ 10,604,924

See accompanying notes to combined financial statements.

National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates

Combined Statements of Cash Flows

Year ended March 31,	2019	2018
Cash Flows From Operating Activities		
Change in net assets	$ (520,870)	$ (491,049)
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation	178,433	212,071
Gain on sale of building	(888,086)	-
Realized and unrealized losses (gains) on investments	156,572	(990,006)
Change in market value of beneficial interest in trusts	85,266	(329,060)
Change in operating assets and liabilities:		
Contributions and other receivables	189,933	31,914
Other assets	(75,547)	41,396
Accounts payable and accrued expenses	30,040	(59,528)
Accrued vacation and severance pay	(280,840)	282,711
Deferred revenue and other liabilities	(37,280)	80,174
Net cash used in operating activities	(1,162,379)	(1,221,377)
Cash Flows From Investing Activities		
Proceeds from sale of building	2,050,000	-
Capital expenditures	(51,169)	(84,976)
Proceeds from sales of investment securities	5,654,973	3,908,925
Purchases of investment securities	(6,649,277)	(2,301,466)
Net cash provided by investing activities	1,004,527	1,522,483
Cash Flows From Financing Activities		
Net payments on borrowings on lines of credit	-	(375,000)
Repayments of mortgage loan	(959,680)	(43,866)
Net cash used in financing activities	(959,680)	(418,866)
Net (Decrease) Increase in Cash and Cash Equivalents	(1,117,532)	(117,760)
Cash and Cash Equivalents - beginning of the year	2,557,554	2,675,314
Cash and Cash Equivalents - end of the year	$ 1,440,022	$ 2,557,554
Supplemental Disclosure of Cash Flow Information		
Cash paid for interest	$ 49,843	$ 64,771
Non-Cash Financing Transaction		
Distribution of Net Asset - Affiliate Organization	$ 993,260	$ -

See accompanying notes to combined financial statements.

1. Organization and Operations

National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates (jointly referred to as "Prevent Blindness") are not-for-profit organizations dedicated to preventing blindness and preserving sight through public and professional education, vision screening training and certification, patient service programs, public policy advocacy, and research throughout the United States of America. Prevent Blindness' principal sources of revenue are public support contributions from foundations, corporations, trusts and legacies, and bequests; grants from federal and local government entities; net revenue from fundraising events; and investment income. The Affiliates share a portion of their public support with Prevent Blindness in accordance with their affiliation agreements and are controlled by their local Boards of Directors.

In August 2018, the Northern California Society to Prevent Blindness disaffiliated from National Society to Prevent Blindness. Since the revenue generating activities of the controlled organization were already substantially transferred to National Society to Prevent Blindness, the disaffiliation did not have a significant net impact on the combined net assets. As of March 31, 2019, the Northern California Society to Prevent Blindness is no longer combined into Prevent Blindness.

The disaffiliation resulted in the following beginning balances of Prevent Blindness being removed from the combined financial statements as of April 1, 2018:

	2018
Net assets without donor restrictions	$650,548
Net assets with donor restrictions	342,712
	$993,260

2. Summary of Significant Accounting Policies

Basis of Combination and Presentation

The combined financial statements of Prevent Blindness have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). Significant accounting policies followed by Prevent Blindness are described below.

The accompanying combined financial statements include the accounts of Prevent Blindness and its Affiliates. Intercompany transactions have been eliminated in combination. The Affiliates included in the accompanying combined financial statements include the following: National Society to Prevent Blindness - North Carolina Affiliate, Inc. (d/b/a Prevent Blindness North Carolina); Prevent Blindness Iowa; Prevent Blindness Wisconsin, Inc.; Texas Society to Prevent Blindness, Inc. (d/b/a Prevent Blindness Texas); Georgia Society to Prevent Blindness, Inc. (d/b/a Prevent Blindness Georgia); and National Society to Prevent Blindness, Ohio Affiliate (d/b/a Prevent Blindness, Ohio Affiliate).

In order to ensure the observance of limitations and restrictions placed on the use of available resources, Prevent Blindness maintains its financial accounts in accordance with the principles and practices of fund accounting. This is the procedure by which resources for various purposes are classified for accounting purposes into funds established in accordance with their nature and purpose.

For external reporting purposes, Prevent Blindness' combined financial statements have been prepared to focus on Prevent Blindness as a whole and to present balances and transactions classified in accordance with the existence or absence of donor-imposed restrictions. Net assets and related activity are classified as follows:

- Without Donor Restriction - Net assets that are not subject to donor-imposed restrictions. Certain of these assets, however, are designated by the Board of Directors for specific purposes or for the endowment.

- With Donor Restriction - Net assets that are subject to donor-imposed restrictions that may or will be met either by actions of Prevent Blindness or the passage of time or that are subject to donor-imposed restrictions in perpetuity. Generally, the donors of these assets permit Prevent Blindness to use all or part of the income earned on related investments for general or specific purposes. Some assets with donor restrictions may include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting Prevent Blindness to expend the income generated by the assets in accordance with the provisions of additional donor restrictions and the release of restrictions, respectively. Refer to Note 9 for listing of net assets that are perpetual in nature as of March 31, 2019 and 2018.

Use of Estimates

The preparation of the combined financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash on hand, cash in banks, and short-term highly liquid investments, which are readily convertible into cash within 90 days after purchase.

Prevent Blindness maintains its cash and cash equivalents in bank deposit accounts, which at times may exceed federally insured limits. Prevent Blindness has not experienced any losses in such accounts. Prevent Blindness believes it is not exposed to any significant credit risk on cash.

Contributions and Other Receivables

Prevent Blindness' contributions and other receivables are comprised primarily of grants and allocations committed from various funding agencies, corporations, and individuals for use in Prevent Blindness' activities. Prevent Blindness has not recorded a provision for doubtful accounts since it is the opinion of Prevent Blindness that those receivables are collectible in full.

Investments

Investments are reported at fair value. Investment income, including net realized and unrealized gains (losses), is reflected in the Combined Statement of Activities and Changes in Net Assets as an increase (decrease) in net assets. Interest and dividend income is recorded on the accrual basis. Realized gains and losses are determined based on specific identification of securities sold.

Prevent Blindness' investments are exposed to various risks such as interest rate, credit and overall market volatility. Due to these risk factors, it is reasonably possible that changes in the value of investments will occur in the near term and could materially affect the amounts reported in the combined statements of financial position.

Land, Building, and Equipment

Land, building, and equipment are recorded at cost or, in the case of gifts, fair value as of the date of the donation, and depreciated over estimated useful lives using straight-line, accelerated, and declining-balance methods. Useful lives range from ten to 40 years for buildings, three to ten years for equipment, and five to 27.5 years for leasehold improvements. It is the policy of Prevent Blindness to capitalize building and equipment if the cost or value of the item is in excess of a predetermined threshold and the useful economic life is greater than one year. Costs of repairs and maintenance are charged to expense as incurred.

Public Support and Revenue

Public support and revenue are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restriction. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restriction unless their use is restricted by explicit donor stipulation or law. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between applicable classes of net assets.

Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received, measured at net realizable value. Donor promises to give in the future are recorded at the present value of estimated future cash flows. Contributions resulting from split-interest agreements, measured at the time the agreements are entered into, are based on the difference between the fair value of the assets received or promised and the present value of the obligation to the third-party recipient(s) under the contract.

Contributions without donor-imposed restrictions and contributions with donor-imposed time or purpose restrictions that are met in the same period as the gift are both reported as assets without donor restriction. Other restricted gifts are reported as assets with donor restrictions.

Revenue from government grant and contract agreements is recognized as it is earned through expenditure in accordance with the agreement. Revenue from program service fees is recognized when the service is completed.

Donated Services

Prevent Blindness recognizes the fair value of contributed services that require specialized skills and are provided by individuals who possess those skills as revenue in the period received.

A substantial number of volunteers have donated significant amounts of their time to Prevent Blindness' vision screening and other program services, fundraising campaigns and management. The estimated value of such donated time has not been recorded in the combined financial statements for those services that do not require special expertise.

Legacies, Bequests, and Beneficial Interests in Trusts

Prevent Blindness is the beneficiary of various wills, the total realizable amount of which is not presently determinable. Such amounts are recorded when a clear title is established, and the proceeds are clearly measurable. Prevent Blindness is also the income beneficiary under various trusts, the corpora of which is not controlled by Prevent Blindness. In the absence of donor-imposed conditions, Prevent Blindness recognizes its beneficial interest in a trust as a contribution in the period in which it receives notice that the trust agreement conveys an unconditional right to receive benefits.

Beneficial interest in trusts is stated at the estimated fair value of the assets from 11 trusts based on the percentage of the trust designated to Prevent Blindness applied to the total fair value of the trust, which is based primarily on quoted market prices. The changes in the fair value of the underlying trust assets, as determined by the trustees that hold and/or manage these assets, are recognized in the Combined Statements of Activities and Changes in Net Assets in the periods in which they occur.

Functional Expenses

The costs of providing the program and support services have been reported on a functional basis in the Combined Statement of Activities and Changes in Net Assets. Indirect costs have been allocated between the various programs and support services based on estimates, as determined by management. Items included in total salaries and related expenses are based on efforts of personnel, while the remainder of expenses are based on square footage of space utilized, personnel or other appropriate determination. Although the methods of allocation used are considered reasonable, other methods could be used that would produce a different amount.

Income Taxes

The Internal Revenue Service has informed Prevent Blindness that they are tax-exempt organizations as provided in Section 501(c)(3) of the Internal Revenue Code and, except for taxes pertaining to unrelated business income, are exempt from federal and state income taxes. No provision has been made for income taxes in the accompanying combined financial statements for the years ended March 31, 2018 and 2017, as Prevent Blindness has had no significant unrelated business income.

Prevent Blindness' application of U.S. GAAP regarding uncertain tax positions had no effect on its financial position as management believes they have no material unrecognized income tax benefits, including any potential risk of loss of its not-for-profit tax status. Prevent Blindness would account for any potential interest or penalties related to possible future liabilities for unrecognized income tax benefits as income tax expense. Prevent Blindness is subject to routine audits by taxing jurisdictions; however, there are no audits for any tax periods in progress. Prevent Blindness is still open to examination by U.S. tax authorities from fiscal 2015 forward.

Subsequent Events

Prevent Blindness has evaluated subsequent events through October 30, 2019, the date the combined financial statements were available to be issued. No events have occurred subsequent to March 31, 2019 that required recognition or disclosure in the financial statements, except those disclosed below.

In April 2019, the National Society to Prevent Blindness entered into a new lease agreement for the office headquarters with a commencement date of June 1, 2019.

Reclassifications

Certain reclassifications have been made to the fiscal 2018 financial statements to conform to the fiscal 2019 presentation.

Recent Accounting Pronouncements

In May 2014, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") 2014-09, "*Revenue from Contracts with Customers* (Topic 606)". This update, along with ASU 2016-08, "*Revenue from Contracts with Customers (Topic 606): Principal versus Agent Considerations (Reporting Revenue Gross versus Net)*", ASU 2016-10, "*Revenue from Contracts with Customers (Topic 606): Identifying Performance Obligations and Licensing*" and ASU 2016-12, "*Revenue from Contracts with Customers (Topic 606): Narrow-Scope Improvements and Practical Expedients*", establishes a comprehensive revenue recognition standard. The core principle of the guidance is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects consideration to which the entity expects to be entitled in exchange for those goods or services. ASU 2014-09 is effective for Prevent Blindness' fiscal year 2020. Earlier adoption is permitted subject to certain limitations. The amendments in this update are required to be applied retrospectively to each prior reporting period presented or with the cumulative effect being recognized at the date of initial application. Management is currently evaluating the impact of these ASUs on their combined financial statements.

In February 2016, the FASB issued ASU 2016-02, "*Leases" (Topic 842)*. This update, along with ASU 2018-10, "*Codification Improvements to Topic 842: Leases*", ASU 2018-11, "*Leases (Topic 842): Targeted Improvements*" and ASU 2018-20, "*Leases (Topic 842) Narrow-Scope Improvements for Lessors*", establishes a comprehensive leasing standard. These updates require the recognition of lease assets and lease liabilities on the combined statement of financial position and disclosure of key information about leasing arrangements for lessees and lessors. The new standard applies a right-of-use (ROU) model that requires, for leases with a lease term of more than 12 months, an asset representing its right to use the underlying asset for the lease term and a liability to make lease payments to be recorded. The guidance also expands the required quantitative and qualitative lease disclosures as well as provides entities with an additional (and optional) transition method to adopt the new standard. The ASU is effective for Prevent Blindness' fiscal year 2021. Management is currently evaluating the impact of these ASU's on their combined financial statements.

In June 2018, FASB issued ASU 2018-08, *"Not-for-Profit Entities (Topic 958) - Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made".* The ASU clarifies and improves current guidance by providing criteria for determining whether the resource provider is receiving commensurate value in return for the resources transferred which, depending on the outcome, determines whether the organization follows contribution guidance or exchange transaction guidance in the revenue recognition and other applicable standards. The ASU also provides a more robust framework for determining whether a contribution is conditional or unconditional, and for distinguishing a donor-imposed condition from a donor-imposed restriction. The ASU is effective for transactions in which the entity serves as the resource recipient to annual periods beginning after December 15, 2018. Management is currently evaluating the impact of this ASU on their combined financial statements.

In August 2018, the FASB issued ASU No. 2018-13, *"Fair Value Measurement (Topic 820) - Disclosure Framework - Changes to the Disclosure Requirements for Fair Value Measurement".* The update modifies certain disclosure requirements in Topic 820, *"Fair Value Measurement".* The ASU is effective for Prevent Blindness' financial statements for fiscal year 2021. Management is currently evaluating the impact of this ASU on their combined financial statements.

Accounting Pronouncement Adopted

In August 2016, FASB issued ASU 2016-14, *"Not-for-Profit Entities* (Topic 954) - *Presentation of Financial Statements of Not-for-Profit Entities".* The update addresses the complexity and understandability of net asset classification, provides information about liquidity and availability of resources and improves the type of information provided about expenses and investment return. Prevent Blindness has adopted the ASU retrospectively and adjusted the presentation of these combined financial statements accordingly. Other than the changes to the combined financial statement presentation and disclosures described above, adoption of the ASU did not have a significant impact on the financial statements. There was no effect on the change in net assets for the year ended March 31, 2018.

3. Fair Value Measurements

U.S. GAAP requires certain assets and liabilities be reported at fair value in the financial statements and provides a framework for establishing that fair value. Fair value is defined in U.S. GAAP as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the most advantageous market for the asset or liability in an orderly transaction. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value. U.S. GAAP describes three levels of inputs that may be used to measure fair value.

Level 1 inputs use unadjusted quoted prices for identical assets or liabilities in active markets as of the reporting date. Active markets are those in which transactions for the asset or liability occur in sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets and liabilities in active markets, and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals. Fair values for Prevent Blindness' hedge fund were based on net asset value ("NAV"). Such NAV is based on the value of the underlying assets of the fund. The investment objectives of the funds vary and can be differentiated by the nature of their holdings.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

Accounting Standards Codification ("ASC") 820, *"Fair Value Measurement"*, defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. On May 1, 2015, the FASB issued ASU 2015-07, *"Disclosures for Certain Entities that Calculate Net Asset Value Per Share (or its equivalent)"*. ASU 2015-07 removes the requirement to categorize within the fair value hierarchy all investments for which fair value is measured using the NAV per share or its equivalent. Prevent Blindness adopted the revised guidance as of March 31, 2017. As a result, investments in hedge funds that are measured at fair value using NAV per share (or its equivalent) as a practical expedient have not been classified in the fair value hierarchy.

In instances where inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. Prevent Blindness' assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

Prevent Blindness' policy is to recognize transfers in and transfers out of Level 1, 2, and 3 fair value classifications as of the beginning of the reporting period in circumstances that caused the transfer. During the years ended March 31, 2019 and 2018, there were no such transfers.

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The following tables present information about Prevent Blindness' assets and liabilities measured at fair value on a recurring basis at March 31, 2019 and 2018 and the valuation techniques used by Prevent Blindness to determine those fair values.

Description	Fair Values as of March 31, 2019	Recurring Fair Value Measurements as of Reporting Date Using: Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments				
Money market instruments	$ 28,205	$ 16,402	$ 11,803	$ -
Mutual funds	9,920,813	9,244,077	676,736	-
Common stocks	2,238,040	2,211,353	26,687	-
Corporate bonds and notes	711,627	-	711,627	-
U.S. government obligations	710,071	-	710,071	-
Other Investments:				
Community foundations	110,167	-	-	110,167
	$ 13,718,923	$ 11,471,832	$ 2,136,924	$ 110,167
Beneficial interest in trusts	$ 6,180,148	$ -	$ -	$ 6,180,148

Description	Fair Values as of March 31, 2018	Recurring Fair Value Measurements as of Reporting Date Using: Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investments				
Money market instruments	$ 92,526	$ 82,246	$ 10,280	$ -
Mutual funds	5,953,299	5,337,232	616,067	-
Common stocks	4,335,994	4,317,268	18,726	-
Corporate bonds and notes	779,144	-	779,144	-
U.S. government obligations	881,693	-	881,693	-
Other Investments:				
Community foundations	109,176	-	-	109,176
	$ 12,151,832	$ 9,736,746	$ 2,305,910	$ 109,176
Beneficial interest in trusts	$ 6,265,414	$ -	$ -	$ 6,265,414

Not included in the table above as of March 31, 2019 are cash and cash equivalents of $10,884, money market funds of $282,432, and certificates of deposit of $288,396. Not included in the table above as of March 31, 2018 are cash and cash equivalents of $405,785, money market funds of $315,721, and certificates of deposit of $62,394.

On the Combined Statement of Activities and Changes in Net Assets, net investment income amounts are reported net of related investment management expenses of $83,653 and $89,242 for the years ended March 31, 2019 and 2018, respectively.

Investments classified as Level 3 are comprised of beneficial interests in perpetual trusts and community foundations investments. The beneficial interests in trusts are stated at the estimated fair value, which is based on the percentage of the trust designated to Prevent Blindness, applied to the total fair value of the trust, which is based primarily on quoted market prices. The estimated fair value of community foundations are based on the underlying assets, which consist primarily of securities traded on an active market or secondary market.

The following tables present reconciliations of the beginning and ending balances recorded for instruments classified as Level 3 in their fair value hierarchy:

	Community Foundations	Beneficial Interest in Trusts	Total
Balance at March 31, 2017	$ 101,703	$ 5,936,354	$ 6,038,057
Total gains (realized and unrealized)	7,473	329,060	336,533
Balance at March 31, 2018	109,176	6,265,414	6,374,590
Total gains (realized and unrealized)	991	(85,266)	(84,275)
Balance at March 31, 2019	**$ 110,167**	**$ 6,180,148**	**$ 6,290,315**

Both observable and unobservable inputs may be used to determine the fair value of positions classified as Level 3 assets and liabilities. As a result, the unrealized gains and losses for these assets and liabilities presented in the tables above may include changes in fair value that were attributable to both observable and unobservable inputs.

Investments in Entities that Calculate Net Asset Value per Share

At March 31, 2019 and 2018, the estimated fair values for the hedge funds were determined by the respective fund manager. Such NAV is based on the value of the underlying assets and liabilities of the fund. At year end, the fair values, unfunded commitments, and redemption rules of those investments are as follows:

	March 31, 2019 Fair Value	March 31, 2018 Fair Value	Unfunded Commitments	Redemption Frequency (If currently eligible)	Redemption Notice Period
Lighthouse Hedge Fund (1)	$ -	$ 532,092	None	Monthly	90 days
Ironwood Hedge Fund (2)	**242,860**	237,793	None	Bi-Annually	95 days
Total	**$ 242,860**	$ 769,885			

(1) This hedge fund is a fund of funds held with Lighthouse Diversified Fund, Ltd. and was purchased on December 31, 2008.

(2) This hedge fund is held with Ironwood Multi-Strategy Fund LLC and was purchased in September and November 2012.

4. Land, Building, and Equipment

Prevent Blindness' land, building, and equipment consisted of the following as of March 31:

	2019	2018
Land	$ 189,897	$ 512,045
Buildings	688,939	1,996,428
Equipment	1,763,040	2,182,642
Leasehold improvements	10,244	10,244
	2,652,120	4,701,359
Less accumulated depreciation	1,828,250	2,588,311
Total	$ 823,870	$ 2,113,048

Depreciation expense was $178,433 and $212,071 for the years ended March 31, 2019 and 2018, respectively. In March 2019, the National Society to Prevent Blindness sold its building and land. The gain on sale of the building and land are included as non-operating revenue, gains and losses in the Statement of Activities and Changes in Net Assets.

5. Employee Benefit Plan

Prevent Blindness offers a contributory defined contribution plan to substantially all employees who meet the eligibility requirements of age and length of service. Total contributions under the plan were $224,045 and $239,692 for the years ended March 31, 2019 and 2018, respectively.

6. Lease Commitments

Prevent Blindness occupies certain operating facilities under various operating lease agreements expiring at various dates through 2027. Substantially all of these leases require that Prevent Blindness pay real estate taxes, utilities, and maintenance expenses.

As of March 31, 2019, the minimum future rent payments due under operating leases with non-cancelable lease terms in excess of one year are as follows:

Year ending March 31,	Amount
2020	$ 153,446
2021	135,312
2022	139,974
2023	63,137
2024	64,727
Thereafter	87,652
Total	$ 644,248

Total rent expense on all operating leases was $333,370 and $390,724 for the years ended March 31, 2019 and 2018, respectively.

7. Short-Term Borrowings - Bank

Short-term borrowings include two lines of credit agreements with different financial institutions. Outstanding borrowings amounted to $75,000 of an available $675,000 on the following two lines of credit at March 31, 2019:

1. $75,000 under a secured line of credit agreement with SunTrust Bank with total available borrowings of $75,000. This agreement was entered into on January 20, 2012. This is an open-end revolving line of credit and is payable on demand. This loan arrangement may be terminated without notice by SunTrust Bank. The interest rate is equal to the SunTrust Prime Rate plus 2% (effective rate of 7.50% on March 31, 2019). The line of credit is collateralized by Georgia Society to Prevent Blindness' general investment account.

2. $0 under a secured line of credit agreement with Heartland Bank and Trust Company in Illinois with total available borrowings of $600,000. This agreement was entered into on December 3, 2017 and expires on December 3, 2018. Interest is payable monthly at one-month LIBOR plus 2.49% plus 2.75% bank add-on (effective rate of 5.24% on March 31, 2019). This line of credit is secured by collateral described in the substitution agreement dated February 25, 2019 to Heartland Bank and Trust on a brokerage account held by Prevent Blindness.

8. Mortgage Loan Payable

Prevent Blindness had a mortgage loan payable to Heartland Bank and Trust Company. The mortgage loan was secured by the office condominium used by Prevent Blindness. The mortgage loan was fully paid at the time of the sale of the office condominium in March 2019.

9. Net Assets With Donor Restrictions

Net assets with donor restrictions of $3,037,486 and $2,774,559 as of March 31, 2019 and 2018, respectively, consist of gifts and other unexpended resources restricted for research and other program support. Some of the gifts and unexpended resources restricted for research and other program support are also restricted for time.

Net assets restricted in perpetuity consist of the following:

March 31,	2019	2018
Donor-restricted endowment funds	$ 2,109,519	$ 2,447,441
Beneficial interest in trusts	6,180,148	6,265,414
Total	**$ 8,289,667**	$ 8,712,855

10. Endowments

Prevent Blindness' endowment consists of 12 individual funds established for a variety of purposes, including vision screening, eye health education, safety, and general operations. Its endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors. Prevent Blindness does not consider its beneficial interest in trusts to be part of its endowment since the trustees of those trusts determine the investment objectives for the assets included in the trusts. As required by U.S. GAAP, net assets associated with endowment funds, including funds designated by the Boards of Directors to function as endowments, are classified and reported based on existences or absences of donor-imposed restrictions.

Interpretation of Relevant Law Subject to an Enacted Version of UPMIFA

The various Boards of Directors of Prevent Blindness have interpreted the Uniform Prudent Management of Institutional Funds Act ("UPMIFA") as requiring the preservation of the real value of the donor-restricted endowment funds, absent explicit donor stipulations to the contrary. As a result of this interpretation, Prevent Blindness classifies as net assets with donor restrictions in perpetuity (a) the original value of gifts donated to the endowment in perpetuity; (b) the original value of subsequent gifts donated to the endowment in perpetuity; and (c) accumulations to the endowment in perpetuity made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the fund.

In accordance with UPMIFA, Prevent Blindness 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 Prevent Blindness 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 Prevent Blindness.
7. The investment policies of Prevent Blindness.

Return Objectives and Risk Parameters

Prevent Blindness 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 real value of the endowment assets. Endowment assets include those assets of donor-restricted funds that Prevent Blindness must hold in perpetuity or for a donor-specified period(s) as well as Board-designated funds. Prevent Blindness expects its endowment funds, over time, to provide an average rate of return of approximately 4% - 5% annually. Actual returns in any given year may vary from this amount.

Spending Policy and How the Investment Objectives Relate to Spending Policy

National Society to Prevent Blindness and Affiliates has various policies of appropriating for the distribution part of its endowment fund's fair value.

National Society to Prevent Blindness, which holds 70% of total donor restricted endowment funds as of March 31, 2019 and 2018, has a policy to hold the original value of the gift in perpetuity while income earned can be used as designated by the donor. The Affiliates' policies include policies such as the following:

1. Holding the original value of the gift in perpetuity while income earned can be used as designated by the donor.
2. Specific fixed dollar appropriations.

In establishing its policies, Prevent Blindness considered the long-term expected return on its endowments.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate-of-return objectives, Prevent Blindness 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). Prevent Blindness 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.

Endowment net asset composition by type of fund as of March 31, 2019 was as follows:

	2019		
	Without Donor Restriction	With Donor Restriction	Total
Board-designated endowment fund	$ 62,435	$ -	$ 62,435
Donor-restricted endowment fund:			
Original donor-restricted gift amounts require to be maintained in perpetuity by the donor	-	2,109,519	2,109,519
Accumulated investment gain	-	732,307	732,307
Total Endowment Funds	$ 62,435	$ 2,841,826	$ 2,904,261

Changes in endowment net assets for the year ended March 31, 2019 were as follows:

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets - beginning of year	$ -	$ 3,179,748	$ 3,179,748
Investment return:			
Investment income	-	37,925	37,925
Net appreciation (realized and unrealized)	-	(46,291)	(46,291)
Total investment return	-	(8,366)	(8,366)
Contributions	62,435		62,435
Appropriation of endowment assets for expenditure	-	8,366	8,366
Affiliate organization distribution	-	(337,922)	(337,992)
Endowment Net Assets - end of year	$ 62,435	$ 2,841,826	$ 2,904,261

Endowment net asset composition by type of fund as of March 31, 2018 was as follows:

	2018		
	Without Donor Restriction	With Donor Restriction	Total
Donor-restricted endowment fund:			
Original donor-restricted gift amounts require to be maintained in perpetuity by the donor	$ -	$ 2,447,441	$ 2,447,441
Accumulated investment gain	-	732,307	732,307
Total Endowment Funds	$ -	$ 3,179,748	$ 3,179,748

Changes in endowment net assets for the year ended March 31, 2018 were as follows:

	Without Donor Restriction	With Donor Restriction	Total
Endowment net assets - beginning of year	$ -	$ 3,134,117	$ 3,134,117
Investment return:			
Investment income	-	36,965	36,965
Net appreciation (realized and unrealized)	-	214,716	214,716
Total investment return	-	251,681	251,681
Appropriation of endowment assets for expenditure	-	(206,050)	(206,050)
Endowment Net Assets - end of year	$ -	$ 3,179,748	$ 3,179,748

11. Liquidity and Availability of Resources

The Prevent Blindness' financial assets available within one year of the Statements of Financial Position date for general expenditures are as follows:

March 31,	2019	2018
Cash and cash equivalents	$ 1,440,022	$ 2,557,554
Contributions and other receivables	1,273,073	1,463,006
Investments	14,543,349	13,705,617
Total financial assets available within one year	17,256,444	17,726,177
Less:		
Amounts unavailable for general expenditures within one year, due to:		
Restricted by donors with purpose restrictions	3,037,486	2,774,559
Restricted in perpetuity	2,109,519	2,447,441
Total amounts unavailable for general expenditures within one year	5,147,005	5,222,000
Total financial assets available to management for general expenditures within one year	$12,109,439	$12,504,177

Prevent Blindness maintains a policy of structuring its financial assets to be available as its general expenditures, liabilities, and other obligations due. Investments are included in the table above as these assets are available to be used should the Organization deem necessary; however, the investments are not expected to be used within one year.

Supplementary Information

Independent Auditor's Report on Supplementary Information

Our audit of the combined financial statements of National Society to Prevent Blindness (d/b/a Prevent Blindness) and Affiliates as of and for the years ended March 31, 2019 and 2018, included in the preceding section of this report, was conducted for the purpose of forming an opinion on those statements as a whole. The supplementary information presented on National Society to Prevent Blindness, National Office in the following section of this report is presented for purposes of additional analysis and is not a required part of the combined 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 combined financial statements. The information has been subjected to the auditing procedures applied in the audit of the combined financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the combined financial statements or to the combined 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 as of and for the years ended March 31, 2019 and 2018 is fairly stated in all material respects in relation to the combined financial statements as of and for the years ended March 31, 2019 and 2018 as a whole.

BDO USA, LLP

Chicago, Illinois
October 30, 2019

National Society to Prevent Blindness, National Office

Statements of Financial Position

March 31,		2019		2018
Assets				
Cash	$	**121,847**	$	248,394
Contributions and other receivables		**879,425**		1,031,364
Investments		**6,610,998**		5,440,565
Land, building, and equipment, net		**44,468**		1,228,867
Beneficial interest in trusts		**6,180,148**		6,265,414
Other assets		**198,075**		125,660
Total Assets	$	**14,034,961**	$	14,340,264
Liabilities and Net Assets				
Accounts payable and accrued expenses	$	**258,541**	$	243,868
Accrued vacation and severance		**94,119**		346,815
Mortgage payable		**-**		959,680
Deferred revenue and other liabilities		**218,800**		253,000
Total Liabilities		**571,460**		1,803,363
Net Assets				
Without donor restriction				
Undesignated - available for general activities		**3,940,784**		3,138,863
Designated by the Board of Directors for specific purposes		**173,224**		174,617
Total Without Donor Restriction		**4,114,008**		3,313,480
With Donor Restriction		**9,349,493**		9,223,421
Total Net Assets		**13,463,501**		12,536,901
Total Liabilities and Net Assets	$	**14,034,961**	$	14,340,264

See accompanying independent auditor's report on supplementary information.

National Society to Prevent Blindness, National Office

Statements of Activities and Changes in Net Assets

	2019			2018		
Year ended March 31,	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
Public Support and Operating Revenue						
Public support						
Received directly						
Contributions	$ 562,013	$ 1,014,223	$ 1,576,236	$ 471,383	$ 755,133	$ 1,226,516
Legacies and income from trusts held by others	1,098,105	25,000	1,123,105	1,048,084	35,150	1,083,234
Special events, net of direct costs of $125,927 in 2019 and $154,256 in 2018	202,758	-	202,758	209,569	-	209,569
Received indirectly - combined service campaigns	4,735	-	4,735	6,608	-	6,608
Total Public Support	1,867,611	1,039,223	2,906,834	1,735,644	790,283	2,525,927
Operating Revenue						
Fees and grants from governmental agencies	380,189	-	380,189	453,689	-	453,689
Contributions from affiliates	498,022	-	498,022	524,940	-	524,940
Program service revenue	29,192	-	29,192	33,803	-	33,803
Net investment income	169,326	-	169,326	41,728	-	41,728
Miscellaneous	234,950	-	234,950	201,485	-	201,485
Total Operating Revenue	1,311,679	-	1,311,679	1,255,645	-	1,255,645
Net assets released from restrictions - satisfaction of program restrictions	827,885	(827,885)	-	1,094,685	(1,094,685)	-
Total Public Support and Operating Revenue	4,007,175	211,338	4,218,513	4,085,974	(304,402)	3,781,572
Expenses						
Program Services						
Research	273,279	-	273,279	373,223	-	373,223
Public health education	1,351,164	-	1,351,164	1,292,203	-	1,292,203
Professional education and training	675,848	-	675,848	749,938	-	749,938
Community services	583,181	-	583,181	693,482	-	693,482
Total Program Services	2,883,472	-	2,883,472	3,108,846	-	3,108,846
Supporting Services						
General and administrative	634,297	-	634,297	661,311	-	661,311
Fundraising	369,936	-	369,936	385,753	-	385,753
Total Supporting Services	1,004,233	-	1,004,233	1,047,064	-	1,047,064
Total Expenses	3,887,705	-	3,887,705	4,155,910	-	4,155,910
Excess (Deficiency) of Public Support and Operating Revenue over Expenses	119,470	211,338	330,808	(69,936)	(304,402)	(374,338)
Nonoperating revenue, gains and losses						
Net realized and unrealized gains on investments	(207,028)	-	(207,028)	396,443		396,443
Change in market value of beneficial interest in trusts		(85,266)	(85,266)			
Gain on sale of building	888,086	-	888,086	-	329,060	329,060
Total nonoperating revenue, gains and losses	681,058	(85,266)	595,792	396,443	329,060	725,503
Change in Net Assets	800,528	126,072	926,600	326,507	24,658	351,165
Net Assets - beginning of year	3,313,480	9,223,421	12,536,901	2,986,973	9,198,763	12,185,736
Net Assets - end of year	$ 4,114,008	$ 9,349,493	$ 13,463,501	$ 3,313,480	$ 9,223,421	$ 12,536,901

See accompanying independent auditor's report on supplementary information.

National Society to Prevent Blindness, National Office

Statement of Functional Expenses

Year ended March 31, 2019, with comparative totals for the year ended March 31, 2018

	Program Services					Supporting Services			Total	
	Research	Public Health Education	Professional Education and Training	Community Services	Total	General and Administrative	Fundraising	Total	2019	2018
Salaries	$ 117,511	$ 676,978	$ 286,828	$ 284,860	$ 1,366,177	$ 315,564	$ 153,434	$ 468,998	$ 1,835,175	$ 2,157,184
Employee benefits	22,466	121,484	58,331	60,601	262,882	46,479	20,518	66,997	329,879	353,573
Payroll taxes	7,682	53,241	21,339	18,925	101,187	25,322	11,032	36,354	137,541	153,670
Total payroll and related expenses	147,659	851,703	366,498	364,386	1,730,246	387,365	184,984	572,349	2,302,595	2,664,427
Accounting fees	2,174	28,067	9,973	8,028	48,242	33,572	1,728	35,300	83,542	76,615
Legal fees	119	4,279	1,070	475	5,943	5,825	119	5,944	11,887	12,781
Other professional fees and outside services	31,741	160,868	97,715	64,523	354,847	46,285	79,888	126,173	481,020	444,740
Office supplies	693	5,430	2,232	1,395	9,750	5,182	585	5,767	15,517	14,068
Telephone	356	8,053	2,183	2,100	12,692	9,106	186	9,292	21,984	23,164
Postage and shipping	202	3,192	827	429	4,650	3,149	22,432	25,581	30,231	21,241
Building occupancy	1,663	59,864	14,966	6,651	83,144	81,481	1,663	83,144	166,288	142,292
Interest	178	712	509	636	2,035	381	127	508	2,543	16,965
Office equipment maintenance	200	7,193	1,798	799	9,990	9,790	200	9,990	19,980	20,304
Printing and publications	1,139	3,988	2,298	1,895	9,320	899	40,532	41,431	50,751	37,958
Travel and meetings	37,407	121,683	61,967	40,998	262,055	21,343	31,879	53,222	315,277	331,427
Insurance	1,469	5,878	4,198	5,248	16,793	3,149	1,050	4,199	20,992	33,146
Awards and grants	41,295	53,040	69,110	63,555	247,000	-	-	-	247,000	188,539
Other	2,051	17,480	6,408	4,444	30,383	16,198	1,039	17,237	47,620	51,175
Total expenses before depreciation	268,346	1,331,430	661,752	565,562	2,827,090	623,725	366,412	990,137	3,817,227	4,078,842
Depreciation of building and equipment	4,933	19,734	14,096	17,619	56,382	10,572	3,524	14,096	70,478	77,068
Total Expenses	$ 273,279	$ 1,351,164	$ 675,848	$ 583,181	$ 2,883,472	$ 634,297	$ 369,936	$ 1,004,233	$ 3,887,705	$ 4,155,910

See accompanying independent auditor's report on supplementary information.