

**POLAR BEARS INTERNATIONAL**  
**AUDITED COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**



**AMATICS**  
CPA GROUP

**POLAR BEARS INTERNATIONAL  
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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Directors  
Polar Bears International  
Bozeman, MT

We have audited the accompanying combined financial statements of Polar Bears International (a nonprofit organization) and Polar Bears International (Canada) Inc. (a without share capital corporation incorporated under the federal laws of Canada), collectively, Polar Bears International, which comprise the combined statement of financial position as of December 31, 2015, and the related combined statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the combined financial statements.

### **Management's Responsibility for the 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 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 combined 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 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 auditors' 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 Organization'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 Organization'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, the combined financial statements referred to above present fairly, in all material respects, the financial position of Polar Bears International, as of December 31, 2015, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Prior Period Financial Statements**

The combined financial statements of Polar Bears International as of December 31, 2014 were audited by other auditors whose report dated July 27, 2015, expressed an unmodified opinion on those statements.

## ***Amatics CPA Group***

Bozeman, Montana  
June 20, 2016

**POLAR BEARS INTERNATIONAL  
COMBINED STATEMENTS OF FINANCIAL POSITION**

**ASSETS**

	<b>December 31</b>	
	<b>2015</b>	<b>2014</b>
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 205,139	\$ 182,383
Accounts receivable	118,988	106,909
Inventory	6,649	11,049
Prepaid expenses	1,089	1,510
Security deposit	787	-
Other assets	13,496	32,984
	346,148	334,835
<b>PROPERTY AND EQUIPMENT, net</b>	196,061	158,246
<b>OTHER ASSETS</b>		
Intangible assets, net	8,279	-
Totals	\$ 550,488	\$ 493,081

**LIABILITIES AND NET ASSETS**

<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued liabilities	\$ 186,550	\$ 107,926
Notes payable to related party	-	105,932
	186,550	213,858
<b>NET ASSETS (DEFICIT)</b>		
Unrestricted	128,793	(10,283)
Temporarily restricted	235,145	289,506
	363,938	279,223
Totals	\$ 550,488	\$ 493,081

See the accompanying notes to the combined financial statements.

**POLAR BEARS INTERNATIONAL**  
**COMBINED STATEMENT OF ACTIVITIES**  
**Year Ended December 31, 2015**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>				
Contributions	\$ 1,004,716	\$ 85,394	\$ -	\$ 1,090,110
Grants and contracts	-	521,119	-	521,119
In-kind support	581,210	-	-	581,210
Sales, net of cost of goods sold	14,839	-	-	14,839
Bad debt loss	(6,264)	-	-	(6,264)
Satisfaction of program restrictions	660,874	(660,874)	-	-
	<u>2,255,375</u>	<u>(54,361)</u>	<u>-</u>	<u>2,201,014</u>
<b>EXPENSES</b>				
Program services	1,674,628	-	-	1,674,628
General and administrative	200,501	-	-	200,501
Fundraising expenses	167,359	-	-	167,359
	<u>2,042,488</u>	<u>-</u>	<u>-</u>	<u>2,042,488</u>
<b>OTHER INCOME (EXPENSE)</b>				
Loss on disposal of assets	(33,078)	-	-	(33,078)
Loss on currency translation	(29,762)	-	-	(29,762)
Contributions	(11,000)	-	-	(11,000)
Other income	29	-	-	29
	<u>(73,811)</u>	<u>-</u>	<u>-</u>	<u>(73,811)</u>
<b>CHANGE IN NET ASSETS</b>				
	139,076	(54,361)	-	84,715
Net assets (deficit) at beginning of year	<u>(10,283)</u>	<u>289,506</u>	<u>-</u>	<u>279,223</u>
<b>NET ASSETS AT END OF YEAR</b>	<u>\$ 128,793</u>	<u>\$ 235,145</u>	<u>\$ -</u>	<u>\$ 363,938</u>

See the accompanying notes to the combined financial statements.

**POLAR BEARS INTERNATIONAL**  
**COMBINED STATEMENT OF ACTIVITIES**  
Year ended December 31, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>Total</u>
<b>REVENUE AND SUPPORT</b>				
Contributions	\$ 1,035,320	\$ 80,811	\$ -	\$ 1,116,131
Grants and contracts	-	498,811	-	498,811
In-kind support	673,738	-	-	673,738
Sales, net of cost of goods sold	7,777	-	-	7,777
Satisfaction of program restrictions	<u>480,964</u>	<u>(480,964)</u>	<u>-</u>	<u>-</u>
Total revenue and support	<u>2,197,799</u>	<u>98,658</u>	<u>-</u>	<u>2,296,457</u>
<b>EXPENSES</b>				
Program services	1,645,017	-	-	1,645,017
General and administrative	192,077	-	-	192,077
Fundraising expenses	<u>131,644</u>	<u>-</u>	<u>-</u>	<u>131,644</u>
Total expenses	<u>1,968,738</u>	<u>-</u>	<u>-</u>	<u>1,968,738</u>
<b>OTHER INCOME (EXPENSE)</b>				
Loss on disposal of assets	(2,297)	-	-	(2,297)
Other income	<u>708</u>	<u>-</u>	<u>-</u>	<u>708</u>
Total other income (expense)	<u>(1,589)</u>	<u>-</u>	<u>-</u>	<u>(1,589)</u>
<b>CHANGE IN NET ASSETS</b>				
	227,472	98,658	-	326,130
Net assets (deficit) at beginning of year	<u>(237,755)</u>	<u>190,848</u>	<u>-</u>	<u>(46,907)</u>
<b>NET ASSETS (DEFICIT) AT END OF YEAR</b>				
	<u>\$ (10,283)</u>	<u>\$ 289,506</u>	<u>\$ -</u>	<u>\$ 279,223</u>

See the accompanying notes to the combined financial statements.

**POLAR BEARS INTERNATIONAL**  
**COMBINED STATEMENT OF FUNCTIONAL EXPENSES**  
**Year ended December 31, 2015**

	<u>Program</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Advertising and promotion	\$ 117,361	\$ 49	\$ 16,603	\$ 134,013
Amortization	-	642	-	642
Bank charges	-	2,639	18	2,657
Depreciation	28,279	13,939	-	42,218
Equipment rental/maintenance	404,374	2,461	-	406,835
Insurance	14,733	8,953	2,107	25,793
Interest expense	312	5,604	-	5,916
Licenses and fees	1,100	1,715	7,155	9,970
Other operating expenses	18,640	1,204	411	20,255
Outside services	276,563	3,269	24,374	304,206
Payroll and training	366,644	61,126	59,015	486,785
Postage	16,456	2,006	4,536	22,998
Professional fees	23,186	28,497	2,000	53,683
Development	21,581	22,757	25,639	69,977
Supplies	37,203	3,894	24,128	65,225
Rent	7,550	13,965	-	21,515
Small equipment	45,190	10,174	259	55,623
Taxes	5,893	246	-	6,139
Travel	234,209	13,024	746	247,979
Utilities	55,354	4,337	368	60,059
	<u>\$ 1,674,628</u>	<u>\$ 200,501</u>	<u>\$ 167,359</u>	<u>\$ 2,042,488</u>

See the accompanying notes to the combined financial statements.



**POLAR BEARS INTERNATIONAL**  
**COMBINED STATEMENT OF FUNCTIONAL EXPENSES**  
**Year ended December 31, 2014**

	<u>Program</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total</u>
Advertising and promotion	\$ 113,031	\$ 3,007	\$ 9,293	\$ 125,331
Amortization	-	3,931	-	3,931
Bank charges	46	2,506	-	2,552
Depreciation	39,573	6,598	-	46,171
Equipment rental/maintenance	498,236	517	-	498,753
Insurance	-	11,760	-	11,760
Interest expense	60	9,931	-	9,991
Licenses and fees	1,708	1,936	2,921	6,565
Other operating expenses	13,310	-	-	13,310
Outside services	249,550	169	33,855	283,574
Payroll and training	339,486	47,431	34,116	421,033
Postage	9,696	1,920	3,845	15,461
Professional fees	2,237	63,303	1,380	66,920
Development	24,242	3,322	-	27,564
Supplies	36,493	3,689	34,696	74,878
Rent	-	13,841	-	13,841
Small equipment	35,305	-	280	35,585
Taxes	7,603	671	21	8,295
Travel	217,080	11,560	3,244	231,884
Utilities	57,361	5,985	7,993	71,339
	<u>\$ 1,645,017</u>	<u>\$ 192,077</u>	<u>\$ 131,644</u>	<u>\$ 1,968,738</u>

See the accompanying notes to the combined financial statements.

**POLAR BEARS INTERNATIONAL  
COMBINED STATEMENTS OF CASH FLOWS**

	<b>Years ended December 31</b>	
	<b>2015</b>	<b>2014</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in net assets	\$ 84,715	\$ 326,130
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	42,218	46,171
Amortization	642	3,931
Loss on disposal of property and equipment	32,023	2,297
Loss on currency translation	31,021	-
Donated property	(56,183)	-
(Increase) decrease in current assets:		
Accounts receivable	(18,062)	(77,315)
Inventory	4,400	2,135
Prepaid expenses	-	2,551
Security deposit	(787)	-
Other assets	19,488	-
Increase (decrease) in current liabilities:		
Accounts payable and accrued liabilities	90,623	(121,046)
Net cash provided by operating activities	<u>230,098</u>	<u>184,854</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Proceeds from sale of equipment	527	1,500
Purchases of property and equipment	(77,566)	(51,500)
Purchases of intangible assets	(12,304)	-
Net cash used by investing activities	<u>(89,343)</u>	<u>(50,000)</u>
<b>CASH FLOWS USED BY FINANCING ACTIVITIES</b>		
Payments on related party note payable	<u>(105,932)</u>	<u>(154,692)</u>
<b>EFFECT OF EXCHANGE RATE CHANGES ON CASH</b>	<u>(12,067)</u>	<u>-</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	22,756	(19,838)
Cash and cash equivalents at beginning of year	<u>182,383</u>	<u>202,221</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<u>\$ 205,139</u>	<u>\$ 182,383</u>
<b>SUPPLEMENTAL INFORMATION</b>		
Cash paid for interest	<u>\$ 5,526</u>	<u>\$ 9,543</u>

See the accompanying notes to the combined financial statements.

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Organization:**

Polar Bears International (PBI) is a tax-exempt organization as provided by the United States Internal Revenue Code Section 501(c)(3). Polar Bears International (Canada) Inc. (PBI Canada) is a without share capital corporation incorporated under the federal laws of Canada. In 2004, PBI entered into a joint venture agreement with PBI Canada. The purpose of this agreement is to fund, facilitate, promote, and carry out activities, research, and programs for the advancement of education relating to the conservation of polar bears within Canada and worldwide. The agreement has a term of five (5) years and shall be automatically renewable for successive terms of one (1) year. PBI and PBI Canada are collectively referred to as the Organization. The Organization's revenue and support comes primarily through donor contributions, public, and private grants. In 2013, the Organization changed its fiscal year end from March 31st to December 31st.

**Nature of Activities:**

The following are the major programs that support the Organization's mission:

**Research Project** – studying and analyzing the impacts of global warming on polar bear populations and their sea ice habitat

**Education Outreach** – share information on polar bears and make a call to action to reduce greenhouse gas emissions through public talks, workshops, media interviews, e-communications

**Save Our Sea Ice (SOS!) Campaign** – focus attention on the urgent challenges polar bears face in a changing Arctic and the part each citizen can play to reduce global warming

**Polar Bear Cam** – live cameras during the fall migration as the polar bears wait for freeze-up, reaching millions of people worldwide and inspiring them to take action

**Arctic Documentary Project** – capturing in words, pictures, and moving images of what we see in the arctic today

**Tundra Connections** – web-conferencing from tundra to classroom

**Climate Alliance** – A leadership program that trains and empowers individuals to focus and promote community engagement on reducing greenhouse gas emissions

**Arctic Ambassador Centers** – helping communities put a dent in climate change

**Project Polar Bear Contest** – great prizes for great ideas from future leaders

**Basis of Accounting:**

The accompanying financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP) as codified by the Financial Accounting Standards Board (FASB).

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. However, restricted contributions received in the same year in which the restrictions are met are recognized as unrestricted support at the time of receipt.

Revenues are reported as increases in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Expirations of temporary restrictions of net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as satisfaction of donor restrictions.

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Basis of Accounting (continued):**

Contributions, including unconditional promises to give, are recognized as support in the period pledged. Unrestricted promises to give that are scheduled to be received after one year are recognized as increases in temporarily restricted net assets and are reclassified to unrestricted net assets when the cash is received and any purpose restrictions are met. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value.

It is the policy of the Organization to report gifts of land, buildings and equipment as unrestricted support unless explicit donor stipulations specify how the donated assets must be used. Gifts of long lived assets with explicit restrictions specifying how the assets are to be used and gifts of cash or other assets that must be used to acquire long lived assets are recorded as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated assets are placed in service.

**Use of Estimates:**

The preparation of financial statements in conformity with 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 financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates

**Principles of Combination:**

The combined financial statements include the accounts of PBI and PBI Canada. The Organization is commonly controlled, as the officers of PBI also serve as voting members of PBI Canada's board of directors. All significant interorganization transactions and balances have been eliminated in combination.

**Income Taxes:**

The Organization is a nonprofit organization as described in Section 501(c)(3) of the Internal Revenue Code, and therefore has made no provision for federal income taxes in the accompanying financial statements. The Organization has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions. The Organization's information returns (Form 990) are open to examination by the IRS, generally, for three years after they were filed or the due date of the return, whichever is later.

PBI Canada was formed as a without share capital corporation incorporated under the federal laws of Canada, which is considered a tax exempt entity type.

**Cash and Cash Equivalents:**

Cash and cash equivalents include highly liquid investments with original maturities of three months or less. The Organization maintains its cash balances in various financial institutions whose cash deposits are insured up to \$250,000 by the FDIC. The cash deposits of the Organization were fully insured as of both December 31, 2015 and 2014.

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Accounts Receivable:**

Accounts receivable consist of amounts due to the Organization for program registration fees and services. As of both December 31, 2015 and 2014, management fully expects to collect all outstanding accounts receivable. Accordingly, no allowance for doubtful accounts is reflected on the accompanying statements of financial position. Amounts are due upon receipt and are considered delinquent after thirty days. No interest is charged on delinquent balances.

**Inventory:**

Inventories are stated at the lower of cost or market value at the date of the financial statements using the first-in first-out method. Inventories consist primarily of promotional merchandise.

**Other Assets:**

Other assets include bronze statues to be used for donor premiums. The statues are stated at cost.

**Property and Equipment:**

Purchased property and equipment are recorded at cost. Donated property and equipment are stated at estimated fair market value at the date of donation. It is the policy of the Organization to capitalize property and equipment with a cost in excess of \$1,000 and an estimated useful life in excess of two years. Depreciation is provided over the estimated useful life of each depreciable asset and is computed using the straight-line method. The estimated useful lives of property and equipment are 5–40 years.

**Advertising Costs:**

Advertising costs are expensed as incurred.

**Intangible Assets:**

The Organization has identified proprietary website development costs that have been capitalized. These costs are being amortized using the straight-line method over a 5 year period.

**In-Kind Support:**

The Organization records various types of in-kind support including contributed facilities, professional services, and materials. Contributed professional services are recognized if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair market value when received. Contributed assets are recorded as assets in accordance with the Organization's capitalization policy.

**Functional Expenses:**

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of functional expenses.

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**Foreign Currency:**

The functional currency of PBI Canada is the Canadian dollar. Foreign currency denominated assets and liabilities are translated into U.S. dollars using the exchange rates in effect at the combined statement of financial position date. Changes in net assets and cash flows are translated using the average exchange rates throughout the year. The effect of exchange rate fluctuations on translation of assets and liabilities is included on the combined statements of activities as a component of the gain or loss from currency translation. The loss associated to this translation for the years ended December 31, 2015 and 2014 was \$31,021 and \$0, respectively.

**Financial Statement Presentation:**

Certain numbers have been reclassified in the 2014 financial statements for comparability with the 2015 financial statements.

**2. PROPERTY AND EQUIPMENT**

Property and equipment consists of the following as of December 31, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Furniture and fixtures	\$ 11,678	\$ 11,678
Buildings and improvements	54,068	64,608
Machinery and equipment	326,784	326,010
Accumulated depreciation	<u>(196,469)</u>	<u>(244,050)</u>
	<u>\$ 196,061</u>	<u>\$ 158,246</u>

Depreciation expense for the years ended December 31, 2015 and 2014 was \$42,218 and \$46,171, respectively.

**3. INTANGIBLE ASSETS**

Intangible assets consist of the following as of December 31, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Website design	\$ 25,872	\$ 23,584
Accumulated depreciation	<u>(17,593)</u>	<u>(23,584)</u>
	<u>\$ 8,279</u>	<u>\$ -</u>

Amortization expense for the years ended December 31, 2015 and 2014 was \$642 and \$3,931, respectively.

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Accounts payable and accrued liabilities consist of the following as of December 31, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Accounts payable	\$ 135,352	\$ 67,178
Credit cards payable	39,979	29,028
Payroll liabilities	<u>11,219</u>	<u>11,720</u>
	<u>\$ 186,550</u>	<u>\$ 107,926</u>

**5. LONG-TERM DEBT**

The notes payable reported on the combined statements of financial position includes amounts owed to a former officer. The Organization has recorded a loan discount and related support, calculated at 3.25% per annum. The loan is reported net of the unamortized discount of \$744 as of December 31, 2014. The discount on the loan is being amortized to interest expense over the life of the loan. Imputed interest expense of \$744 and \$3,155 was reported in the accompanying combined statements of activities for the years ended December 31, 2015 and 2014, respectively. The balance of this note as of December 31, 2015 and 2014 was \$0 and \$52,671, respectively.

The notes payable as of December 31, 2015 and 2014 also includes amounts owed to a former officer for unreimbursed expenses incurred on behalf of the Organization. The Organization has recorded a loan discount and related support, calculated at 3.25% per annum. The loan is reported net of the unamortized discount of \$730 as of December 31, 2014. The discount on the loan is being amortized to interest expense over the life of the loan. The balance of this note as of December 31, 2015 and 2014 was \$0 and \$53,261, respectively.

**6. IN-KIND SUPPORT**

The following in-kind support was recognized for the years ended December 31, 2015 and 2014:

	<u>2015</u>	<u>2014</u>
Advertising and promotion	\$ 114,661	203,437
Development	2,741	-
Equipment rental/maintenance	306,141	390,807
Outside services	70,870	-
Payroll and training	8,500	-
Small equipment	645	-
Supplies	5,348	3,200
Travel	<u>72,304</u>	<u>76,294</u>
	<u>\$ 581,210</u>	<u>\$ 673,738</u>

**POLAR BEARS INTERNATIONAL**  
**NOTES TO COMBINED FINANCIAL STATEMENTS**  
**December 31, 2015 and 2014**

**7. OPERATING LEASE**

The Organization leases office space in Bozeman, Montana. The term of the lease has been extended through June 30, 2018. Current lease payments are \$2,190 per month with an incremental increase on July 1 of each year. Rent expense for the space for the years ended December 31, 2015 and 2014 was \$19,780 and \$12,886, respectively. Future minimum lease payments under this lease are \$26,800 in 2016, \$27,872 in 2017 and \$14,209 in 2018.

**8. RELATED PARTY TRANSACTIONS**

The Organization receives substantial support from their board members and board member affiliated companies to facilitate their program and mission objectives. The support is received in the form of contributions, both restricted and unrestricted, and sponsorships. Total board member contributions, both restricted and unrestricted, were \$91,965 and \$102,000 for the years ended December 31, 2015 and 2014, respectively. Sponsorships from related parties totaled \$148,964 and \$256,000 for the years ended December 31, 2015 and 2014, respectively.

**9. TEMPORARILY RESTRICTED NET ASSETS**

As of December 31, 2015 and 2014, temporarily restricted net assets consist of the following:

	<u>2015</u>	<u>2014</u>
Maternal Den	\$ 16,106	25,868
Mission Blue	10,000	-
San Diego Zoo	10,911	-
Arctic Documentary Project	11,574	10,990
Hearing Study	20,769	26,852
Citizen Science	20,233	36,407
Trees-TFYM	2,854	1,857
R&C Restricted Funds	-	1,474
Population Delineation Project	8,220	8,220
Annenberg 2015-2016	72,313	-
Annenberg-Polar Bear Cam	-	68,100
Annenberg-General	-	39,992
Annenberg-Tundra Connections	-	12,011
Southern Hudson Bay - Sea World	-	10,000
Animal Zoo Welfare	-	6,735
St. Louis Zoo	10,000	10,000
Quark 2015-Field Research	39,165	-
Polar Bear Alert	7,000	5,000
In-Situ Cortisol Study	6,000	6,000
Southern Hudson Bay (Collaring)	-	20,000
	<u>\$ 235,145</u>	<u>\$ 289,506</u>

**10. SUBSEQUENT EVENTS**

Date of Management Evaluation

Management has evaluated subsequent events through June 20, 2016, the date on which the financial statements were available to be issued.