

## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Nebraska State Bar Foundation  
Lincoln, Nebraska

We have audited the accompanying financial statements of Nebraska State Bar Foundation (a nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2016, the related statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

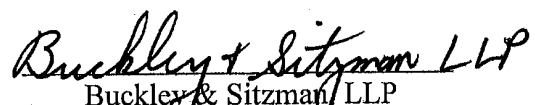
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements **in** order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Nebraska State Bar Foundation as of December 31, 2017 and 2016, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

  
Buckley & Sitzman, LLP

Lincoln, Nebraska  
June 14, 2018

**Nebraska State Bar Foundation**  
**Statements of Financial Position**  
**December 31, 2017 and 2016**

	<b>2017</b>	<b>2016</b>
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 176,208	\$ 126,320
Unconditional promises to give	62,170	67,430
Accounts receivable	29,297	33,692
Income tax receivable		1,106
Grant receivable		2,476
Prepaid expenses	5,569	8,609
<b>Total current assets</b>	<b><u>\$ 273,244</u></b>	<b><u>\$ 239,633</u></b>
<b>Other Assets</b>		
Cash and cash equivalents - board designated	\$ 74,358	\$ 80,953
Cash and cash equivalents - restricted	83,962	76,457
Certificates of deposit - restricted	29,840	45,121
Bequest receivable	500,000	
Unconditional promises to give, net of allowance for uncollectible promises of \$6,000 in 2017 and \$2,900 in 2016	124,300	136,560
Investments	4,511,540	3,990,288
Collections	79,338	79,338
<b>Total other assets</b>	<b><u>\$ 5,403,338</u></b>	<b><u>\$ 4,408,717</u></b>
<b>Deferred Leasing Expense</b>	<b>5,714</b>	<b>8,570</b>
<b>Property and Equipment, at Cost, Net</b>	<b>972,490</b>	<b>1,041,960</b>
<b>Total assets</b>	<b><u>\$ 6,654,786</u></b>	<b><u>\$ 5,698,880</u></b>
<b>Liabilities and Net Assets</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued expenses	\$ 88,924	\$ 84,356
Income tax payable	283	
Current maturities of long-term debt	21,722	20,918
<b>Total current liabilities</b>	<b><u>\$ 110,929</u></b>	<b><u>\$ 105,274</u></b>
<b>Long-term Debt</b>	<b>59,952</b>	<b>81,657</b>
<b>Net Assets</b>		
Unrestricted	\$ 1,694,070	\$ 1,115,537
Unrestricted - board designated	916,996	857,233
Temporarily restricted	2,767,428	2,433,768
Permanently restricted	1,105,411	1,105,411
<b>Total net assets</b>	<b><u>\$ 6,483,905</u></b>	<b><u>\$ 5,511,949</u></b>
<b>Total liabilities and net assets</b>	<b><u>\$ 6,654,786</u></b>	<b><u>\$ 5,698,880</u></b>