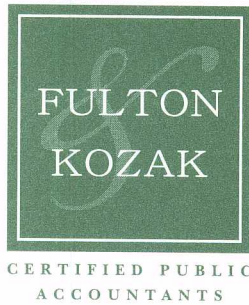


SOUTHERN CENTER FOR HUMAN RIGHTS

FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

With Independent Auditors' Report Thereon



## INDEPENDENT AUDITORS' REPORT

To the Board of Directors of  
Southern Center for Human Rights

We have audited the accompanying financial statements of Southern Center for Human Rights (a nonprofit organization), which comprise the statements of financial position as of December 31, 2014 and 2013, and 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 audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 aspects, the financial position of Southern Center for Human Rights, as of December 31, 2014 and 2013, 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.

A handwritten signature in blue ink, appearing to read "J. Kozak".

Morrow, Georgia  
March 31, 2015

SOUTHERN CENTER FOR HUMAN RIGHTS  
 STATEMENTS OF FINANCIAL POSITION  
 DECEMBER 31, 2014 AND 2013

ASSETS		
	2014	2013
<b>CURRENT ASSETS</b>		
Cash	\$ 696,714	\$ 640,440
Investments	5,725,896	4,367,739
Contributions receivable	2,399	374,292
Pledges receivable	257,500	216,716
Prepays	<u>5,445</u>	<u>2,650</u>
<b>TOTAL CURRENT ASSETS</b>	<b>6,687,954</b>	<b>5,601,837</b>
<b>PLEDGES RECEIVABLE – LONG-TERM</b>	<b>694,175</b>	<b>97,087</b>
<b>FIXED ASSETS</b>		
Land	73,335	73,335
Building and improvements	936,048	936,048
Capital improvements	10,088	10,088
Furniture, fixtures and equipment	98,560	83,424
Automobiles	101,126	93,977
Accumulated depreciation	<u>(546,089)</u>	<u>(513,896)</u>
<b>TOTAL FIXED ASSETS</b>	<b>673,068</b>	<b>682,976</b>
<b>TOTAL ASSETS</b>	<b>\$ <u>8,055,197</u></b>	<b>\$ <u>6,381,900</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ <u>29,476</u>	\$ <u>26,436</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b>29,476</b>	<b>26,436</b>
<b>TOTAL LIABILITIES</b>	<b><u>29,476</u></b>	<b><u>26,436</u></b>
<b>NET ASSETS</b>		
Unrestricted	5,684,501	4,777,385
Temporarily restricted	<u>2,341,220</u>	<u>1,578,079</u>
<b>TOTAL NET ASSETS</b>	<b><u>8,025,721</u></b>	<b><u>6,355,464</u></b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ <u>8,055,197</u></b>	<b>\$ <u>6,381,900</u></b>

*The accompanying notes are an integral part of these financial statements.*

SOUTHERN CENTER FOR HUMAN RIGHTS  
STATEMENTS OF ACTIVITIES  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
CHANGE IN UNRESTRICTED NET ASSETS		
REVENUES, GAINS AND OTHER SUPPORTS		
Foundation grants	\$ 1,635,000	\$ 1,145,767
Individual contributions	437,325	368,524
Special events, net	239,107	263,492
Investment income	231,609	375,712
Attorneys fees	40,366	321,181
Grant pass through	16,987	41,255
Other income	601	131,561
Net assets released from restriction	<u>581,084</u>	<u>382,905</u>
TOTAL REVENUES, GAINS AND OTHER SUPPORTS	3,182,079	3,030,397
EXPENSES		
Program activities	1,773,565	1,828,493
Management and general	368,881	345,765
Fundraising	<u>132,517</u>	<u>166,731</u>
TOTAL EXPENSES	2,274,963	2,340,989
CHANGE IN UNRESTRICTED NET ASSETS	907,116	689,408
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS		
Foundation grants	1,324,225	414,812
Sponsorships	20,000	20,000
Net assets released from restriction	<u>(581,084)</u>	<u>(382,905)</u>
CHANGE IN TEMPORARILY RESTRICTED NET ASSETS	<u>763,141</u>	<u>51,907</u>
CHANGE IN NET ASSETS	1,670,257	741,315
NET ASSETS AT THE BEGINNING OF THE YEAR	<u>6,355,464</u>	<u>5,614,149</u>
NET ASSETS AT THE END OF THE YEAR	<u>\$ 8,025,721</u>	<u>\$ 6,355,464</u>

*The accompanying notes are an integral part of these financial statements.*

SOUTHERN CENTER FOR HUMAN RIGHTS  
STATEMENTS OF FUNCTIONAL EXPENSES  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	Program activities		Management and general		Fundraising		Totals	
	2014	2013	2014	2013	2014	2013	2014	2013
Salaries	\$ 927,424	\$ 920,502	\$ 175,747	\$ 187,190	\$ 65,554	\$ 91,325	\$ 1,168,725	\$ 1,199,017
Payroll taxes and benefits	292,868	332,253	115,064	83,479	26,333	34,537	434,265	450,269
Litigation expenses	227,028	252,503	-	-	-	-	227,028	252,503
Office expenses	107,760	76,632	18,697	4,453	-	838	126,457	81,923
Development	41,830	-	-	-	31,115	25,982	72,945	25,982
Depreciation	34,068	30,439	7,522	6,720	2,655	2,372	44,245	39,531
Occupancy expenses	21,706	20,326	4,570	5,219	2,285	1,923	28,561	27,468
Staff development	23,268	19,920	-	-	-	-	23,268	19,920
Insurance	12,490	10,033	8,289	5,592	-	-	20,779	15,625
Telephone	14,727	13,863	3,100	3,483	1,550	1,441	19,377	18,787
Grant pass through	16,987	45,246	-	-	-	-	16,987	45,246
Professional fees	-	-	14,685	14,834	-	-	14,685	14,834
Repairs and maintenance	11,189	36,839	2,196	6,788	1,098	2,624	14,483	46,251
Office supplies	10,555	25,867	2,222	6,540	1,111	2,616	13,888	35,023
Postage and shipping	9,195	7,902	3,941	2,029	-	747	13,136	10,678
Travel expenses	8,377	6,813	1,633	1,585	816	656	10,826	9,054
Service charges	-	-	9,602	13,817	-	-	9,602	13,817
Auto expense	8,451	8,599	-	-	-	-	8,451	8,599
Public Policy	4,029	4,693	-	-	-	-	4,029	4,693
Computer consulting	1,613	16,063	1,613	4,036	-	1,670	3,226	21,769
<b>TOTAL EXPENSES</b>	<b>\$ 1,773,565</b>	<b>\$ 1,828,493</b>	<b>\$ 368,881</b>	<b>\$ 345,765</b>	<b>\$ 132,517</b>	<b>\$ 166,731</b>	<b>\$ 2,274,963</b>	<b>\$ 2,340,989</b>

The accompanying notes are an integral part of these financial statements.

SOUTHERN CENTER FOR HUMAN RIGHTS  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	2014	2013
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$1,670,257	\$ 741,315
Adjustments to reconcile increase in net assets to net cash (used in) provided by operating activities		
Depreciation	44,245	39,531
Unrealized loss on investments	48,683	(97,212)
(Increase) decrease in operating assets		
Contributions receivable	371,893	(234,253)
Pledges receivable	(637,872)	277,484
Prepays	(2,795)	7,797
Decrease (increase) in operating liabilities		
Accounts payable	<u>3,040</u>	<u>(9,590)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	1,497,451	725,072
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of investments	(1,406,840)	(353,839)
Purchase of fixed assets	(34,337)	(6,877)
Proceeds from disposal of fixed assets	<u>-</u>	<u>-</u>
NET CASH USED IN INVESTING ACTIVITIES	(1,441,177)	(360,716)
CASH FLOWS FROM FINANCING ACTIVITIES	<u>-</u>	<u>-</u>
NET CHANGE IN CASH	56,274	364,356
CASH AT THE BEGINNING OF THE YEAR	<u>640,440</u>	<u>276,084</u>
CASH AT THE END OF THE YEAR	<u>\$ 696,714</u>	<u>\$ 640,440</u>

*The accompanying notes are an integral part of these financial statements.*

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2014

**1. ORGANIZATION**

Southern Center for Human Rights (“SCHR”) was incorporated in 1978 under the Tennessee General Corporation Act as a nonprofit organization exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. The Internal Revenue Service has classified SCHR as a publicly supported charitable organization which allows donors to SCHR to take the maximum charitable contribution deduction. SCHR, located in Atlanta, Georgia, provides free legal representation to poor and disadvantaged people facing the death penalty or subject to unconstitutional conditions in prisons or jails throughout the Southeastern United States. SCHR is also engaged in efforts to improve indigent defense systems and to bring about greater independence of the judiciary. In addition, SCHR promotes the advancement of human and civil rights through the performance of informative research and the publication of various educational materials including manuals for lawyers engaged in capital defense and/or human rights litigation in the South.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

**Basis of accounting**

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (“GAAP”).

SCHR classifies its net assets and revenues and expenses, gains and losses based on the existence or absence of donor-imposed restrictions. Accordingly, net assets of SCHR and changes therein are classified and reported as follows:

Unrestricted net assets – net assets not subject to donor imposed restrictions

Temporarily restricted net assets – net assets subject to donor-imposed stipulations that may or will be met either by actions of SCHR and/or the passage of time.

Revenues are reported as increases in unrestricted net assets unless the use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Expirations of temporary restrictions on net assets are reported as reclassifications between the applicable classes of net assets.

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are reported.

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Basis of presentation of financial statements**

In accordance with ASC 958-210-45, *Financial Statements of Not-for-Profit Organizations*, the financial statements are presented on the basis of unrestricted, temporarily restricted and permanently restricted net assets.

**Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ materially from those estimates.

**Fair value of financial instruments**

The financial instruments shown as assets and liabilities in the statements of financial position are traditional in nature. The carrying value of cash and cash equivalents and all other financial instruments, including receivables and payables, approximate their fair value.

**Cash and cash equivalents**

For financial statement purposes, highly liquid investments with original maturities of three months or less when purchased are reported as cash and cash equivalents. For the years ended December 31, 2014 and 2013, SCHR had no cash equivalents.

**Investments**

Investments in equity and debt securities are reported at fair value with realized and unrealized gains and losses included in the statement of activities. Realized and unrealized gains or losses on marketable securities are determined by using specific identification.

**Fixed assets**

Fixed assets are stated on the basis of cost with the exception of donated items, which are stated at fair market value at the date of donation. Expenditures for renewals and improvements are charged to the property accounts. Expenditures such as maintenance and repairs, which do not improve or extend the life of the respective assets, are charged to operations. The cost and related accumulated depreciation are removed from the accounts for equipment sold or retired. Acquisitions that have an estimated useful life greater than one year are capitalized and are depreciated on the straight-line basis. Estimated useful lives are as follows:

<u>Asset Category</u>	<u>Useful Lives</u>
Building and improvements	31.5 – 39.5 years
Furniture, fixtures and equipment	5 – 7 years
Automobiles	5 years
Software	3 years



SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Net assets**

Southern Center for Human Rights's net assets and its revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of SCHR and changes therein are classified as unrestricted and temporarily restricted as follows:

Unrestricted net assets – Net assets that are not subject to donor-imposed stipulations.

Temporarily restricted net assets – Net assets subject to donor-imposed stipulations that may be met either by actions of SCHR or the passage of time.

Temporarily restricted net assets at December 31, 2014 and 2013 consisted of the following grants and contributions restricted for time, internship program, event sponsorships and other program specific purposes.

	2014	2013
Parden-Hutchins Fellowship/James Kwak Pledge	\$ 799,310	\$ 899,655
Atlantic Philanthropies	425,000	300,000
Open Societies Foundation	390,000	-
Public Welfare Foundation	262,500	87,500
Stephen Bright Fellowship	158,554	165,504
Charles Edmondson Foundation	151,681	62,500
The Pitts Foundation	100,000	-
Morton and Jane Blaustein	45,000	-
King and Spalding	20,000	20,000
Dr. Scholl Foundation	10,000	-
Wallace Global Fund	-	45,833
Present value discount for long term pledges	<u>(20,825)</u>	<u>(2,913)</u>
Total Temporarily Restricted Funds	<u>\$ 2,341,220</u>	<u>\$ 1,578,079</u>

**Contributions**

SCHR reports gifts of cash and other assets as restricted support if received with donor stipulations that limit the use of the donated assets and the restriction has not expired in the same period the contribution was received. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities. Pledges that are receivable in the next year are reflected as current pledges and recorded at their net realizable value. Pledge receivables due in subsequent years are recorded at the present value of their net realizable value, using risk-free interest rates applicable to the years in which the promises are received to discount the amounts. A discount rate of 3% was used

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS –Continued

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Contributions - Continued**

for discounting long-term pledges receivable to give balances as of December 31, 2014 and 2013.

**Contributed services**

SCHR receives contributed services from various individuals, including its executive director, that have not been recorded in the financial statements. In addition, entry level staff attorneys provide their services at approximately \$40,000 per year, which is substantially less than the market value of such services. Generally, top law school graduates can receive starting salaries in excess of \$103,000 and typically earn significantly more after a few years of experience.

**Functional allocation of expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statements of activities. For purposes of complying with restricted grants, the SCHR allocates management and fundraising expenses to four major programs: Human rights of prisoners, capital punishment cases, judicial independence and indigent defense.

**Income taxes**

SCHR is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "IRC") whereby only unrelated business income, as defined by Section 512(a)(1) of the IRC is subject to federal income tax. Accordingly, no provision for income taxes has been made. At December 31, 2014, tax years 2013, 2012, and 2011 remained open for possible examination by the IRS.

**3. INVESTMENTS**

During the year ended December 31, 2014, SCHR moved all of their investment funds from Merrill Lynch to Vanguard. Investments as of December 31, 2014 and 2013 are summarized as follows:

	<u>2014</u>	<u>2013</u>
Mutual Funds – Domestic Stock	\$ 2,720,317	\$ -
Mutual Funds – International Stock	1,594,623	-
Mutual Funds – Fixed Income	1,402,523	-
Equity securities	8,433	12,238
Mutual Funds – Investment Grade Fixed Income	-	3,336,318
Government Fixed Income Securities	-	639,957
Alternative Investments	<u>-</u>	<u>379,226</u>
Total	<u>\$ 5,725,896</u>	<u>\$ 4,367,739</u>

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**3. INVESTMENTS - Continued**

The following is a summary of investment income (loss):

	<u>2014</u>	<u>2013</u>
Interest and dividend income	\$ 193,182	\$ 178,110
Realized gain on investments	108,945	136,670
Unrealized (loss) gain on investments	(48,683)	97,212
Investment fees	<u>(21,835)</u>	<u>(36,280)</u>
Total	<u>\$ 231,609</u>	<u>\$ 375,712</u>

**4. FAIR VALUE MEASUREMENTS**

SCHR adopted the provisions of Accounting Standards Codification 820 (“ASC 820”), Fair Value Measurements, for financial assets and liabilities. Under ASC 820, fair value is based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, ASC 820 establishes a fair value hierarchy that prioritizes observable and unobservable inputs used to measure fair value into three broad levels. These levels, in order of highest priority to lowest priority, are described as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities.

Level 2: Unobservable prices that are based on inputs not quoted on active markets, but corroborated by market data.

Level 3: Inputs are unobservable inputs for the asset that are supported by little or no market activity and that are significant to the fair value of the underlying asset.

The following table summarized SCHR’s financial instruments measured at fair value on a recurring basis in accordance with ASC 820 as of December 31, 2014:

	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Mutual Funds				
– Domestic Stock	\$ 2,720,317	\$ 2,720,317	\$ -	\$ -
Mutual Funds				
– International Stock	1,594,623	1,594,623		
Mutual Funds				
– Fixed Income	1,402,523	1,402,523		
Equities	<u>8,433</u>	<u>8,433</u>	<u>-</u>	<u>-</u>
	<u>\$ 5,725,896</u>	<u>\$ 5,725,896</u>	<u>\$ -</u>	<u>\$ -</u>

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**4. FAIR VALUE MEASUREMENTS - Continued**

The following table summarized SCHR's financial instruments measured at fair value on a recurring basis in accordance with ASC 820 as of December 31, 2013:

	<b>Total</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>
Mutual Funds	\$ 3,336,318	\$ 3,336,318	\$ -	\$ -
Government Fixed Income Securities	639,957	639,957	-	-
Alternative investments	379,226	-	-	379,226
Equities	<u>12,238</u>	<u>12,238</u>	-	-
	<u>\$ 4,367,739</u>	<u>\$ 3,988,513</u>	<u>\$ -</u>	<u>\$ 379,226</u>

The following is a reconciliation of the beginning and ending balances for assets and liabilities measured at fair value using significant unobservable inputs (Level 3) during the fiscal years ended December 31, 2014 and 2013:

	<u>2014</u>	<u>2013</u>
Beginning balance	\$ 379,226	\$ 456,348
Change in unrealized losses	(43,855)	(77,122)
Transferred to new investment	<u>(335,371)</u>	<u>-</u>
Ending balance	<u>\$ -</u>	<u>\$ 379,226</u>

The following pertains to the valuation method for SCHR's alternative investments. The Board Valuation Committee of the Master Fund oversees, and the Adviser's Valuation Committee implements, the valuation of the Master Fund's investments, including interests in the Investment Funds, in accordance with written policies and procedures (the "Valuation Procedures") that the Boards of the Master Fund and the Funds have approved for purposes of determining the value of securities held by the Master Fund, including the fair value of the Master Fund's investments in Investment Funds. The valuation of the Master Fund's investments is determined as of the close of business at the end of any fiscal period, generally monthly.

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**5. OPERATING LEASES**

SCHR entered into an operating lease for a copier in August 2013. The lease has a monthly payment of \$1,025.70 that is required through August 2018.

Future minimum lease payments under the operating leases are as follows:

Year ended June 30,	
2015	\$ 12,308
2016	12,308
2017	12,308
2018	<u>9,231</u>
Total	<u>\$ 46,155</u>

**6. SPECIAL EVENTS**

SCHR held receptions or dinners in various cities in order to raise funds. The net proceeds from these events are reported as special events revenue in the accompanying statements of activities. The following are summaries of these activities for the year ended December 31, 2014:

	2014		
	Income	Expenses	Net income
Frederick Douglass Dinner	\$ 226,463	\$ 71,994	\$ 154,469
Atlanta Benefit	64,694	14,611	50,083
San Francisco Event	<u>38,750</u>	<u>4,195</u>	<u>34,555</u>
Total	<u>\$ 329,907</u>	<u>\$ 90,800</u>	<u>\$ 239,107</u>
	2013		
	Income	Expenses	Net income
Frederick Douglass Dinner	\$ 267,300	\$ 53,234	\$ 214,066
Atlanta Benefit	<u>64,148</u>	<u>14,722</u>	<u>49,426</u>
Total	<u>\$ 331,448</u>	<u>\$ 67,956</u>	<u>\$ 263,492</u>

SOUTHERN CENTER FOR HUMAN RIGHTS  
NOTES TO FINANCIAL STATEMENTS -Continued

**7. EMPLOYEE BENEFIT PLAN**

SCHR adopted a defined contribution retirement plan effective April 1, 2001. Contributions from SCHR begin after one year of service and are 4% of each participant's compensation as defined in the summary plan description. All employees are eligible to participate in the plan upon employment and employees become vested after three years. During the years ended December 31, 2014 and 2013, SCHR contributed \$45,589 and \$43,446, respectively, to the plan.

**8. CONCENTRATION OF RISK**

SCHR maintains its cash in accounts, which at times may exceed federally insured limits. SCHR has not experienced any losses in such accounts. Management believes it is not exposed to any undue credit risk with regards to the cash in excess of federally insured limits.

**9. RECLASSIFICATIONS**

Certain prior period financial statement amounts have been reclassified to conform to current period presentation.

**10. SUBSEQUENT EVENTS**

Subsequent events have been evaluated through March 31, 2015, which is the date the financial statements were available to be issued.