

**FINANCIAL STATEMENTS**



**THE CAMPUS KITCHENS PROJECT, INC.**

**FOR THE YEAR ENDED JUNE 30, 2014**

# THE CAMPUS KITCHENS PROJECT, INC.

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# GELMAN, ROSENBERG

## & FREEDMAN

CERTIFIED PUBLIC ACCOUNTANTS



### INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
The Campus Kitchens Project, Inc.  
Washington, D.C.

We have audited the accompanying financial statements of The Campus Kitchens Project, Inc. (CKP) which comprise the statement of financial position as of June 30, 2014, and the related statements of activities and change in net assets, functional expenses and cash flows for the year 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 respects, the financial position of CKP as of June 30, 2014, and the change 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.

October 6, 2014

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## THE CAMPUS KITCHENS PROJECT, INC.

STATEMENT OF FINANCIAL POSITION  
AS OF JUNE 30, 2014

## ASSETS

## CURRENT ASSETS

Cash and cash equivalents	\$	5,666
Investments (Notes 2 and 7)		448,500
Accounts receivable		1,200
Grants receivable, current portion		370,000
Prepaid expenses		<u>7,788</u>
Total current assets		<u>833,154</u>

## FIXED ASSETS

Equipment		27,171
Less: Accumulated depreciation and amortization		<u>(13,585)</u>
Net fixed assets		<u>13,586</u>

## OTHER ASSETS

Grants receivable, net of current portion		<u>225,000</u>
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**TOTAL ASSETS** **\$ 1,071,740**

## LIABILITIES AND NET ASSETS

## CURRENT LIABILITIES

Accounts payable	\$	748
Accrued salaries and related benefits		20,663
Due to related party (Note 6)		<u>77,051</u>
Total liabilities		<u>98,462</u>

## NET ASSETS

Unrestricted		485,028
Temporarily restricted (Note 3)		<u>488,250</u>
Total net assets		<u>973,278</u>

**TOTAL LIABILITIES AND NET ASSETS** **\$ 1,071,740**

## THE CAMPUS KITCHENS PROJECT, INC.

STATEMENT OF ACTIVITIES AND CHANGE IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2014

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
<b>REVENUE</b>			
Contributions	\$ 135,854	\$ 795,000	\$ 930,854
DCKK grants	200,000	-	200,000
Interest and dividends (Note 2)	4,266	-	4,266
Contributed services and materials (Note 4)	395,876	-	395,876
Other revenue	36,111	-	36,111
Net assets released from donor restrictions (Note 3)	<u>481,000</u>	<u>(481,000)</u>	<u>-</u>
Total revenue	<u>1,253,107</u>	<u>314,000</u>	<u>1,567,107</u>
<b>EXPENSES</b>			
Program Services:			
Campus Kitchens Project	<u>922,047</u>	<u>-</u>	<u>922,047</u>
Supporting Services:			
Management and General Development	<u>158,937</u> <u>56,742</u>	<u>-</u> <u>-</u>	<u>158,937</u> <u>56,742</u>
Total supporting services	<u>215,679</u>	<u>-</u>	<u>215,679</u>
Total expenses	<u>1,137,726</u>	<u>-</u>	<u>1,137,726</u>
Change in net assets before other item	115,381	314,000	429,381
<b>OTHER ITEM</b>			
Unrealized gain on investments (Note 2)	<u>76,227</u>	<u>-</u>	<u>76,227</u>
Change in net assets	191,608	314,000	505,608
Net assets at beginning of year	<u>293,420</u>	<u>174,250</u>	<u>467,670</u>
<b>NET ASSETS AT END OF YEAR</b>	<b><u>\$ 485,028</u></b>	<b><u>\$ 488,250</u></b>	<b><u>\$ 973,278</u></b>

## THE CAMPUS KITCHENS PROJECT, INC.

STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED JUNE 30, 2014

	Program Services	Supporting Services			Total Expenses
	Campus Kitchens Project	Management and General	Development	Total Supporting Services	
Donated food and beverage (Note 4)	\$ 262,510	\$ -	\$ -	\$ -	\$ 262,510
Donated rent (Note 4)	118,366	7,500	7,500	15,000	133,366
Personnel expenses (Note 5)	400,527	129,180	46,878	176,058	576,585
Purchased food and beverages	14,022	-	-	-	14,022
Business insurance	-	6,500	-	6,500	6,500
Interest and banking	-	537	550	1,087	1,087
Kitchen costs	3,344	-	-	-	3,344
Office expenses	2,148	1,000	1,814	2,814	4,962
Professional services	3,195	3,071	-	3,071	6,266
Program grants and assistance	69,803	-	-	-	69,803
Technology and communications	19,999	332	-	332	20,331
Travel and local business	28,133	-	-	-	28,133
Miscellaneous	-	10,817	-	10,817	10,817
<b>TOTAL</b>	<b>\$ 922,047</b>	<b>\$ 158,937</b>	<b>\$ 56,742</b>	<b>\$ 215,679</b>	<b>\$ 1,137,726</b>

## THE CAMPUS KITCHENS PROJECT, INC.

STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2014**CASH FLOWS FROM OPERATING ACTIVITIES**

Change in net assets	\$ 505,608
Adjustments to reconcile change in net assets to net cash provided by operating activities:	
Depreciation and amortization	13,585
Unrealized gain on investments	(76,227)
(Increase) decrease in:	
Accounts receivable	(1,200)
Grants receivable	(483,625)
Prepaid expenses	(7,788)
Increase (decrease) in:	
Accounts payable	(3,154)
Accrued salaries and related benefits	4,118
Grants to affiliates	(6,283)
Due to related party	<u>77,051</u>
Net cash provided by operating activities	<u>22,085</u>

**CASH FLOWS FROM INVESTING ACTIVITIES**

Purchase of fixed assets	(27,171)
Purchase of investments - dividend reinvestment	<u>(4,266)</u>
Net cash used by investing activities	<u>(31,437)</u>
Net decrease in cash and cash equivalents	(9,352)
Cash and cash equivalents at beginning of year	<u>15,018</u>
<b>CASH AND CASH EQUIVALENTS AT END OF YEAR</b>	<b><u>\$ 5,666</u></b>

## THE CAMPUS KITCHENS PROJECT, INC.

### NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2014

#### 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

##### Organization -

The Campus Kitchens Project, Inc. (CKP) is a non-profit organization, incorporated in the District of Columbia in 2001. CKP is a groundbreaking program that brings student volunteers, colleges and universities, on-campus dining services professionals, and community organizations together to combat hunger in cities across the United States. In 2002, CKP was incorporated as an affiliated corporation under common control with D.C. Central Kitchen, Inc. (DCCK), a not-for-profit organization. DCCK developed the concept of the "Community Kitchen," a program that includes food recycling, meal distribution and job training to provide a solution that addresses both the immediate problems and the root causes of hunger. The Community Kitchen model has now been replicated in cities across the United States, and the model has proven to be a success on college campuses as well.

The mission of CKP is to use service as a tool to:

- **Strengthen Bodies** by safely recovering unserved foods from area foodservice businesses to feed children and adults at partner agencies throughout the greater Washington area.
- **Empower Minds** by providing foodservice job training for unemployed men and women and community service opportunities for youth and adults.
- **Build Communities** by providing working examples, innovative solutions, and shared technology to a cooperative and effective national network of community kitchens.

Locations, opening dates and ownership type of CKP are as follows:

St. Louis University	St. Louis, MO	10/2001	Owned
Northwestern University	Evanston, IL	05/2003	Owned
Marquette University	Milwaukee, WI	10/2003	Owned
Augsburg College	Minneapolis, MN	10/2003	Affiliate
Gonzaga University	Spokane, WA	11/2005	Owned
Minnesota State University, Mankato	Mankato, MN	11/2005	Affiliate
Gonzaga College High School	Washington, DC	11/2005	Affiliate
University of Nebraska at Kearney	Kearney, NE	08/2006	Affiliate
Washington & Lee University	Lexington, VA	08/2006	Affiliate
Wake Forest University	Winston-Salem, NC	08/2006	Affiliate
Gettysburg College	Gettysburg, PA	08/2007	Affiliate
College of William & Mary	Williamsburg, VA	08/2007	Affiliate
University of Maryland Eastern Shore	Rockville, MD	09/2008	Affiliate
University of Vermont	Burlington, VT	11/2008	Affiliate
Lee University	Cleveland, TN	01/2009	Affiliate
University of Florida	Gainesville, FL	01/2009	Affiliate
Baylor University	Waco, TX	02/2009	Affiliate
Johns Hopkins University	Baltimore, MD	02/2009	Affiliate
University of Wisconsin Eau Claire	Eau Claire, WI	02/2009	Affiliate
Washington University in St. Louis	St. Louis, MO	01/2010	Affiliate
St. Lawrence University	Canton, NY	01/2010	Affiliate
University of Massachusetts Boston	Boston, MA	01/2010	Owned
University of Virginia	Charlottesville, VA	02/2010	Affiliate



THE CAMPUS KITCHENS PROJECT, INC.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)

Organization (continued) -

Locations, opening dates and ownership type of CKP are as follows (continued):

East Carolina University	Greenville, NC	02/2010	Affiliate
Union College	Schenectady, NY	02/2010	Affiliate
University of Detroit Mercy	Detroit, MI	11/2010	Affiliate
Elon University	Elon, NC	11/2010	Affiliate
Atlantic City High School/R. Stockton College	Atlantic City, NJ	11/2010	Affiliate
Kent State University	Kent, OH	03/2011	Affiliate
Auburn University	Auburn, AL	12/2011	Affiliate
St. Andrew's Episcopal School	Potomac, MD	12/2011	Affiliate
The Metropolitan Memorial United Methodist Cooperative Parish	Washington, DC	08/2012	Affiliate
University of Georgia	Atlanta, GA	08/2012	Affiliate
Georgia Tech University	Atlanta, GA	4/2014	Affiliate
University of Wisconsin - Green Bay	Green Bay, WI	5/2014	Affiliate

The contracts that define CKP's relationships with its "owned" and "affiliate" schools differ mainly in the burden of cost and assumption of liability.

- **Owned:** The Campus Kitchens who fall under the "owned" model are those for which CKP provides 100% of the staffing, funding and ongoing assistance. These were the first of CKP's Campus Kitchens, and therefore, acted as "pilot" programs, over which CKP retains control and for which CKP assumes liability and provides indemnification to the host school for the work of the program.
- **Affiliate:** Under our "affiliate" model, the host school assumes the staffing responsibilities, ongoing costs and liability for the Campus Kitchens program. Based on available funding and the school's proposed budget, CKP provides a multi-year grant to the school to help defray these costs. CKP provides ongoing technical support, training and licensing of its name and marks to all affiliate schools.

Each of the owned Campus Kitchens is organized as a limited liability company and operates a Campus Kitchen at a single college or university. Both owned and affiliated Campus Kitchens programs coordinate food donations, prepare and deliver meals to area community service agencies, teach basic food preparation and culinary skills to the unemployed, and provide service-learning opportunities for students. Since its inception in 2001, CKP has engaged more than 57,493 students who have provided more than 413,781 volunteer hours recycling food, working in the kitchen, and delivering approximately 1,945,752 meals to local partner agencies.

In 2013, the CKP Board of Directors agreed to change the fiscal year-end from December 31 to June 30 to match its natural business cycle.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with FASB ASC 958, *Not-for-Profit Entities*.

**THE CAMPUS KITCHENS PROJECT, INC.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

Basis of presentation (continued) -

The accompanying financial statements represent the activity of CKP only. The financial statements of CKP have been consolidated with the financial statements of DCCK in accordance with FASB ASC 958-810, *Not-for-Profit Entities, Consolidation*. However, these financial statements are those of CKP alone and, accordingly, are not intended to present the financial position, changes in net assets or cash flows of DCCK as of and for the year ended June 30, 2014. The consolidated financial statements are available at DCCK's headquarters.

Cash and cash equivalents -

CKP considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to a limit of \$250,000. At times during the year, CKP maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

Investments -

Investments are recorded at their readily determinable fair value. Interest, dividends, realized and unrealized gains and losses are reported separately in the Statement of Activities and Change in Net Assets.

Grants and accounts receivable -

Grants receivable approximate fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established.

Accounts receivable approximate fair value. Management considers all amounts to be fully collectible. Accordingly, an allowance for doubtful accounts has not been established. All accounts receivable are to be collected within one year.

Income taxes -

CKP is exempt from Federal income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been made in the accompanying financial statements. CKP is not a private foundation.

As discussed in the "Organization" section above, each of the owned Campus Kitchens is a single-member LLC owned entirely by CKP. The owned Campus Kitchens are treated as a "disregarded entity" for income tax purposes and, as such, their financial activity is reported in conjunction with the federal tax filings of CKP.

Uncertain tax positions -

For the year ended June 30, 2014, CKP has documented its consideration of FASB ASC 740-10, *Income Taxes*, that provides guidance for reporting uncertainty in income taxes and has determined that no material uncertain tax positions qualify for either recognition or disclosure in the financial statements.

The Federal Form 990, *Return of Organization Exempt from Income Tax*, is subject to examination by the Internal Revenue Service, generally for three years after it is filed.

**THE CAMPUS KITCHENS PROJECT, INC.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)**

Grants to affiliates -

CKP provides initial funding to Campus Kitchens affiliates in accordance with affiliate agreements. These grants provide monthly funding for 36 months and are recorded as contributions made at the date the affiliation agreement is signed. The unpaid portion of these grants is reported as payables at the end of the year. At June 30, 2014, there were no unpaid grants owed to the Campus Kitchens Affiliates.

Net asset classification -

The net assets are reported in three self-balancing groups as follows:

- **Unrestricted net assets** include unrestricted revenue and contributions received without donor-imposed restrictions. These net assets are available for the operation of CKP and include both internally designated and undesignated resources.
- **Temporarily restricted net assets** include revenue and contributions subject to donor-imposed stipulations that will be met by the actions of CKP and/or the passage of time. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the Statement of Activities and Change in Net Assets as net assets released from restrictions.
- **Permanently restricted net assets** represent funds restricted by the donor to be maintained in perpetuity by CKP. As of June 30, 2014, there were no permanently restricted net assets.

Contributions and grants -

Unrestricted and temporarily restricted contributions and grants are recorded as revenue in the year notification is received from the donor. Temporarily restricted contributions and grants are recognized as unrestricted support only to the extent of actual expenses incurred in compliance with the donor-imposed restrictions and satisfaction of time restrictions. Such funds in excess of expenses incurred are shown as temporarily restricted net assets in the accompanying financial statements.

Contributed services and materials -

Contributed services and materials consist of office space and food. Contributed services and materials are recorded at their fair market value as of the date of the gift. In addition, volunteers have donated significant amounts of their time to CKP; these donated services are not reflected in the financial statements since these services do not meet the criteria for recognition as contributed services.

Use of estimates -

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

THE CAMPUS KITCHENS PROJECT, INC.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION  
(Continued)

Functional allocation of expenses -

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

Risks and uncertainties -

CKP invests in various investment securities. Investment securities are exposed to various risks such as interest rates, market and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the accompanying financial statements.

Fair value measurement -

CKP adopted the provisions of FASB ASC 820, *Fair Value Measurement*. FASB ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs (assumptions that market participants would use in pricing assets and liabilities, including assumptions about risk) used to measure fair value, and enhances disclosure requirements for fair value measurements. CKP accounts for a significant portion of its financial instruments at fair value or considers fair value in their measurement.

2. INVESTMENTS

Investments consisted of the following at June 30, 2014:

	<u>Fair Value</u>
<b>Equity Mutual Funds</b>	<b>\$ <u>448,500</u></b>

The following summarizes total investment income:

Interest and dividends	\$ 4,266
Unrealized gain	<u>76,227</u>
<b>TOTAL INVESTMENT INCOME</b>	<b>\$ <u>80,493</u></b>

3. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets consisted of the following at June 30, 2014:

<b>Time Restricted</b>	<b>\$ <u>488,250</u></b>
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The following temporarily restricted net assets were released from donor restrictions by incurring expenses (or through the passage of time) which satisfied the restricted purposes specified by the donors:

<b>Passage of Time</b>	<b>\$ <u>481,000</u></b>
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**THE CAMPUS KITCHENS PROJECT, INC.**

**NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014**

**4. CONTRIBUTED SERVICES AND MATERIALS**

During the year ended June 30, 2014, CKP was the beneficiary of donated goods and services which allowed CKP to provide greater resources toward various programs. To properly reflect total program expenses, the following donations have been included in revenue and expense for the year ended June 30, 2014.

Donated food and beverage	\$ 262,510
Donated rent	<u>133,366</u>
	<u>\$ 395,876</u>

CKP, through the combined efforts of its owned and affiliate campus kitchens, received 75,654 hours of donated services from approximately 19,360 volunteers. These volunteers assisted in the recovery of over 939,034 pounds of food and the serving of over 271,967 meals. However, the value of the time donated is not reflected in the financial statements since the services do not meet the criteria for recognition. At \$22.14 per hour, this amounts to \$1,683,448 of additional contributions and program expenses. This hourly rate is the average estimated value per hour of volunteer time for the United States as compiled by Independent Sector, [http://www.independentsector.org/volunteer\\_time](http://www.independentsector.org/volunteer_time).

**5. RETIREMENT PLAN**

CKP offers a defined contribution retirement plan to all employees. The plan operates under section 403(b) of the Internal Revenue Code. CKP matches 50% of employee contributions up to 5% of the employee's annual salary. Employees are eligible to participate in the plan after 6 full months of employment and are 100% vested when they begin contributing. Total costs of \$8,202 are included in personnel expenses for the year ended June 30, 2014.

On January 1, 2014, CKP switched their retirement plan from a 403 (b) Plan to a Safe Harbor 401(k). CKP uses the Basic Match: 100% of the first 3% of pay that is deferred; and 50% of the next 2 % of pay.

**6. RELATED PARTY**

CKP is organized and operates to support the programs of DCCK. In addition, CKP shares common Board members with DCCK. Certain revenues and expenses related to CKP are received or paid by DCCK on behalf of CKP. In addition, CKP and DCCK may make temporary operating loans to and from each other. CKP reimburses DCCK for certain management and administrative support, which totaled \$88,895 for the year ended June 30, 2014. DCCK provided operating grants during for the year ended June 30, 2014 for \$200,000. At June 30, 2014, CKP owed DCCK \$77,051.

**7. FAIR VALUE MEASUREMENT**

In accordance with FASB ASC 820, *Fair Value Measurement*, CKP has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument.

THE CAMPUS KITCHENS PROJECT, INC.

NOTES TO FINANCIAL STATEMENTS  
FOR THE YEAR ENDED JUNE 30, 2014

7. FAIR VALUE MEASUREMENT (Continued)

Investments recorded in the Statement of Financial Position are categorized based on the inputs to valuation techniques as follows:

**Level 1.** These are investments where values are based on unadjusted quoted prices for identical assets in an active market CKP has the ability to access.

**Level 2.** These are investments where values are based on quoted prices for similar instruments in active markets, quoted prices for identical or similar instruments in markets that are not active, or model-based valuation techniques that utilize inputs that are observable either directly or indirectly for substantially the full-term of the investments.

**Level 3.** These are investments where inputs to the valuation methodology are unobservable and significant to the fair value measurement.

Following is a description of the valuation methodology used for investments measured at fair value. There have been no changes in the methodologies used at June 30, 2014.

- *Mutual funds* - The fair value is equal to the reported net asset value of the fund, which is the price at which additional shares can be obtained.

The table below summarizes, by level within the fair value hierarchy, CKP's investments as of June 30, 2014:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total June 30, 2014</u>
<b>Asset Class:</b>				
Equity Mutual Funds	\$ <u>448,500</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>448,500</u>

8. SUBSEQUENT EVENTS

In preparing these financial statements, CKP has evaluated events and transactions for potential recognition or disclosure through October 6, 2014, the date the financial statements were issued.