

Financial Statements and Report of Independent
Certified Public Accountants

THE AMERICAN IRELAND FUND

December 31, 2015 and 2014

THE AMERICAN IRELAND FUND

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REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors

The American Ireland Fund:

Report on the financial statements

We have audited the accompanying financial statements of The American Ireland Fund (the “Fund”), which comprise the statements of financial position as of December 31, 2015 and 2014, and the related statements of activities 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 from 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 Fund’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 Fund’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 The American Ireland Fund as of December 31, 2015 and 2014, 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 black ink that reads "Grant Thornton LLP". The signature is written in a cursive, flowing style.

Boston, Massachusetts
June 30, 2016

THE AMERICAN IRELAND FUND
Statements of Financial Position
December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
ASSETS		
Cash and cash equivalents	\$ 6,369,485	\$ 5,692,355
Investments	8,528,507	8,494,373
Prepaid expenses	290,105	207,677
Contributions receivable, net	813,679	830,607
Cash surrender value of life insurance policy	596,937	708,409
Furniture and equipment	14,786	38,623
Works of art and literature on public display	<u>344,916</u>	<u>241,691</u>
Total assets	<u>\$ 16,958,415</u>	<u>\$ 16,213,735</u>
LIABILITIES AND NET ASSETS		
Grants and accounts payable	\$ 5,177,262	\$ 3,596,011
Accrued liabilities	115,304	123,749
Deferred revenue	<u>60,800</u>	<u>278,526</u>
Total liabilities	<u>5,353,366</u>	<u>3,998,286</u>
Commitments		
Net assets		
Unrestricted net assets		
General	4,164,836	3,063,543
Board designated	<u>2,393,781</u>	<u>2,430,351</u>
Total unrestricted net assets	<u>6,558,617</u>	<u>5,493,894</u>
Temporarily restricted	2,226,823	4,175,946
Permanently restricted	<u>2,819,609</u>	<u>2,545,609</u>
Total net assets	<u>11,605,049</u>	<u>12,215,449</u>
Total liabilities and net assets	<u>\$ 16,958,415</u>	<u>\$ 16,213,735</u>

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

THE AMERICAN IRELAND FUND

Statements of Activities

Years ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CHANGES IN UNRESTRICTED NET ASSETS		
Operating activities		
Changes in unrestricted net assets from operations		
Revenues and support		
Contributions	\$ 18,602,429	\$ 17,265,097
Fundraising events	12,008,141	11,334,397
Less: fundraising event expenses	<u>(3,160,566)</u>	<u>(3,264,990)</u>
Net revenues from fundraising events	<u>8,847,575</u>	<u>8,069,407</u>
Investment return designated for current operations	88,593	111,949
Other	797	664
Net loss on foreign exchange translation	(63,883)	(36,272)
Net assets released from restrictions	<u>2,418,430</u>	<u>483,453</u>
Total unrestricted revenues and support	<u>29,893,941</u>	<u>25,894,298</u>
Expenses		
Program services		
Grant awards	23,715,120	22,312,572
Other program services	1,931,245	1,838,246
Management and general	1,578,179	1,505,949
Fundraising	<u>1,444,235</u>	<u>1,243,847</u>
Total expenses	<u>28,668,779</u>	<u>26,900,614</u>
Change in unrestricted net assets from operations	1,225,162	(1,006,316)
NON OPERATING ACTIVITIES		
Investment return, net of amount designated for current operations	(227,094)	63,206
Investment (losses) gains on endowment fund	(36,570)	229,630
Contribution of art and literary collections	<u>103,225</u>	<u>63,425</u>
Change in unrestricted net assets	<u>1,064,723</u>	<u>(650,055)</u>
CHANGES IN TEMPORARILY RESTRICTED NET ASSETS		
Revenues and support		
Contributions	525,460	2,321,635
Investment (losses) gains on endowment fund	(56,153)	320,193
Net assets released from restrictions	<u>(2,418,430)</u>	<u>(483,453)</u>
Change in temporarily restricted net assets	<u>(1,949,123)</u>	<u>2,158,375</u>
CHANGES IN PERMANENTLY RESTRICTED NET ASSETS		
Contributions	<u>274,000</u>	<u>150,000</u>
Change in net assets	<u>(610,400)</u>	<u>1,658,320</u>
Net assets, beginning of year	<u>12,215,449</u>	<u>10,557,129</u>
Net assets, end of year	<u>\$ 11,605,049</u>	<u>\$ 12,215,449</u>

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

THE AMERICAN IRELAND FUND
Statements of Cash Flows
Years ended December 31, 2015 and 2014

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (610,400)	\$ 1,658,320
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Contribution received - art and literary collections	(103,225)	(63,425)
Depreciation	23,837	25,649
Realized and unrealized losses (gains) on investment	215,784	(491,940)
Non-cash grants given - art and literary collections	-	114,400
Changes in operating assets and liabilities		
Contributions receivable	16,928	3,935
Cash surrender value of life insurance policies	111,472	(147,462)
Prepaid expenses	(82,428)	(20,596)
Grants and accounts payable	1,581,251	1,363,554
Accrued liabilities	(8,446)	(86,801)
Deferred revenue	<u>(217,725)</u>	<u>206,071</u>
Net cash provided by operating activities	<u>927,049</u>	<u>2,561,705</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	-	(2,728)
Purchases of investments	(3,479,827)	(2,149,863)
Proceeds from sales and maturities of investments	<u>3,229,908</u>	<u>1,953,459</u>
Net cash used in investing activities	<u>(249,919)</u>	<u>(199,133)</u>
Net change in cash and cash equivalents	677,130	2,362,572
Cash and cash equivalents, beginning of year	<u>5,692,355</u>	<u>3,329,782</u>
Cash and cash equivalents, end of year	<u>\$ 6,369,485</u>	<u>\$ 5,692,355</u>

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

THE AMERICAN IRELAND FUND
Notes to Financial Statements
December 31, 2015 and 2014

1. ORGANIZATION

The American Ireland Fund (the “Fund”) is a publicly supported organization that receives contributions, primarily in the United States, and applies them to the furtherance of peace, culture, charity and education primarily in Ireland. Contributions received by the Fund are distributed through grants to recognized charitable institutions and organizations that provide essential charitable programs or services primarily in Ireland. The Fund’s specific interests in the general program areas of peace, culture, charity and education are continually reevaluated in terms of changing needs and challenges of the times. The Fund is a publicly supported organization and is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code, as well as state income taxes.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The Fund classifies net assets, revenues and gains based on the existence or absence of donor-imposed restrictions, as follows:

Unrestricted: Unrestricted net assets are resources over which the Fund has discretionary control. Unrestricted net assets also include funds designated by the Board of Directors.

Temporarily Restricted: Temporarily restricted net assets are those resources with donor stipulations that limit the use of the donated assets. 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 as net assets released from restrictions. In addition, based on the Massachusetts Attorney General’s interpretation of state law, the Fund has classified appreciation on permanently restricted net assets as temporarily restricted until appropriated for expenditure by the Board of Directors.

Permanently Restricted: Permanently restricted net assets are those resources subject to donor-imposed restrictions that they be maintained permanently by the Fund.

Donor-restricted gifts which are received and spent within the same fiscal year are reported as unrestricted contributions. Investment income is reported as an increase or decrease in unrestricted net assets unless its use is restricted by explicit donor stipulation or by law.

Cash and Cash Equivalents

Cash equivalents include amounts invested in money market funds. In addition, the Fund maintains bank accounts in Ireland that are denominated in a foreign currency equivalent to \$2,703,522 and \$623,054 at December 31, 2015 and 2014, respectively. These assets are translated using the current exchange rates at the statement of financial position dates.

At times the Fund maintains cash balances in excess of federally insured limits. The Fund has not experienced any losses in such accounts and does not believe it is exposed to significant credit risks.

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Investments

Investments are presented in the accompanying Statements of Financial Position at fair value. Changes in fair value are recorded as unrealized gains or losses on investments and reflected within investment gains in the Statements of Activities. Realized gains or losses from the sale of investment securities are computed on the specific-identification-cost basis.

Contributions and Contributions Receivable

Contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are restricted by the donor for future periods or for specific purposes are reported as temporarily or permanently restricted support.

Gifts of non-cash assets are recorded at their fair value at the date of contribution.

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the estimated future cash flows. The discounts on those amounts are computed based upon the risk free rate adjusted for any market factors associated with the nature of the contribution receivable. Amortization of the discounts is included as unrestricted contribution revenue.

Conditional promises to give are not included as support until the conditions are substantially met.

Furniture and Equipment

Furniture and equipment, including computer hardware and software, are stated at cost and are depreciated using the straight-line method based on estimated useful lives ranging from three to seven years. Maintenance and repair expenditures are charged to expense as incurred. The cost and accumulated depreciation of assets retired or sold are removed from the accounts, and any gain or loss is included in the accompanying Statements of Activities.

Works of Art and Literature on Public Display

Accessions of collection items are capitalized at cost, if the items were purchased, or at their appraised or fair value on the accession date (the date on which the item is accepted by the Board of Directors) if the items were contributed. Gains or losses from de-accessions of these items (if any) are reflected in the Statements of Activities as changes in the appropriate net asset classes, depending on the existence and type of donor-imposed restrictions. The Fund's policy is to review its collections for impairment whenever events or changes in circumstances indicate that its carrying amount may not be recoverable. There were no impairments recognized in 2015 or 2014.

Fundraising Events

The direct cost of fundraising events that provide a benefit to the contributors are deducted from the gross revenues raised at such events.

Functional Allocation of Expenses

The costs of providing the various programs have been summarized on a functional basis in the accompanying Statements of Activities. Accordingly, certain common costs have been allocated among the programs and supporting services benefited.

THE AMERICAN IRELAND FUND
Notes to Financial Statements
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Operating and Nonoperating Activities

The Statements of Activities report the change in net assets from operating and non-operating activities. Non-operating activities consist of investment income on investments, net of amounts appropriated for operations, non-operating contributions, and contributions of art,. All other activities are reported as operating.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates. Significant estimates to the financial statements include the allowance for doubtful accounts and the valuation of any contributed artwork.

Reclassifications

Certain amounts in the 2014 financial statements have been reclassified to conform to the 2015 presentation.

3. CONTRIBUTIONS RECEIVABLE

Contributions receivable, as presented in the accompanying Statements of Financial Position, consisted of the following unconditional promises to give as of December 31:

	<u>2015</u>	<u>2014</u>
Amounts due		
Within one year	\$ 663,224	\$ 581,287
Between one and five years	<u>154,296</u>	<u>255,728</u>
	817,520	837,015
Less: unamortized discount	<u>(3,841)</u>	<u>(6,408)</u>
Net unconditional promises to give	<u>\$ 813,679</u>	<u>\$ 830,607</u>

The discount rates used in measuring the present value of these contribution receivables range from .80% to 1.0%.

4. GRANT AWARDS

Grants awarded by the Fund vary in amounts according to the needs of each recipient organization and the general financial condition of the Fund. Grants awarded are classified as program services in the accompanying Statement of Activities and totaled \$23,715,120 for 2015 and \$22,312,572 for 2014.

Grants awarded and unpaid at December 31, 2015 and 2014 totaled \$4,903,490 and \$3,359,687, respectively, and are included in grants and accounts payable in the accompanying Statements of Financial Position.

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Notes to Financial Statements
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5. INVESTMENTS

Investments held by the Fund as of December 31, are as follows:

	<u>2015</u>	<u>2014</u>
U.S. government obligations	\$ 867,821	\$ 907,532
Corporate bonds	1,850,003	1,809,762
Mutual fund investments	465,991	552,788
Equity securities	4,721,310	4,415,041
Money market funds	<u>623,382</u>	<u>809,249</u>
Total investments	<u>\$ 8,528,507</u>	<u>\$ 8,494,373</u>

The Fund's investments include a separate account which acts as an endowment. The Fund's total endowment account includes permanently restricted net assets and related appreciation, which is included in temporarily restricted net assets, as well as unrestricted Board-designated amounts.

Investment income, including interest, dividends, realized and unrealized gains and losses in excess of amounts designated for current operations, is shown in the accompanying Statements of Activities as a non-operating activity.

The Fund's investment return for the years ended December 31 consisted of the following:

	<u>2015</u>	<u>2014</u>
Investment return		
Interest and dividends	\$ 96,032	\$ 93,656
Change in value of cash surrender value of life insurance	(111,472)	147,462
Net realized gain on investments	47,136	305,541
Net unrealized gain on investments	<u>(262,920)</u>	<u>178,319</u>
Total return on investments	<u>\$ (231,224)</u>	<u>\$ 724,978</u>
As reported in the statement of activities		
Unrestricted operations		
Investment return designated for current operations	\$ 88,593	\$ 111,949
Non-operating activities		
Investment return, net of amount designated for current operations	(227,094)	63,206
Investment (loss) gain on endowment fund	(36,570)	229,630
Changes in temporarily restricted net assets		
Investment (loss) gain on endowment fund	<u>(56,153)</u>	<u>320,193</u>
Total return on investments	<u>\$ (231,224)</u>	<u>\$ 724,978</u>

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Investment management fees which are netted in the above amounts were approximately \$97,000 and \$93,000 for the years ended December 31, 2015 and 2014, respectively.

6. ENDOWMENTS

The Fund's endowment consists of funds established for the purpose of creating unencumbered funds that will provide annual monies to support the ongoing work of The American Ireland Fund in Ireland and worldwide. The endowment includes both donor-restricted endowment funds and funds designated by the Board of Directors to function as quasi - endowments.

Interpretation of Relevant Law

Under the Uniform Prudent Management of Institutional Funds Act (UPMIFA), the Board of Directors is permitted to determine and continue a prudent payout amount, even if the market value of the fund is below the historic-dollar-value. There is an expectation that, over time, the permanently restricted amount will generally remain intact. This perspective is aligned with the accounting standards definition that permanently restricted funds are those that must be held in perpetuity even though the historic-dollar-value may be spent on a temporary basis. The remaining portion of the donor-restricted endowment fund that is not classified in permanently restricted net assets and is regarded as net appreciation is classified as temporarily restricted net assets until those amounts are appropriated for expenditure by the organization in a manner consistent with the Fund's spending policy.

Funds with Deficiencies

From time to time, the fair value of assets associated with individual donor restricted endowment funds may fall below the "historic dollar value". Deficiencies of this nature are reported by a charge to unrestricted net assets and a corresponding increase to temporarily restricted net assets. There was no deficiency as of December 31, 2015 and as of December 31, 2014.

Endowment Investment Policy

The Fund has adopted an investment philosophy that attempts to provide long term returns that match or exceed the specified minimum obligations of the endowment:, provide growth at a rate in excess of inflation and to diversify the Endowment assets in order to reduce the risk of incurring large losses or wide swings in market value from year to year and to achieve investment results over the long term that compare favorably with those of foundations and of appropriate market indexes. Endowment assets include those assets of donor-restricted funds that the organization must hold in perpetuity or for a donor-specified periods as well as board-designated funds.

Strategies Employed for Achieving Objectives

The primary objective is to utilize a total return approach with a cross section of stocks that combine income and dividend growth for inflation protection, and earnings growth for wealth accumulation.

Spending Policy

The spending policy for the endowment fund requires that the fund (including Board designated funds) reach a balance of \$5 million prior to distribution of any earnings. Distributions from earnings will be made using the total return method. Although the fund exceeded \$5 million in fiscal year 2014, the Board

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Notes to Financial Statements
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determined that there would be no amounts appropriated in fiscal years 2015 and 2014. To date, no funds have been distributed from the endowment fund.

The Fund's Board of Directors has approved a spending policy for the other investments whereby a predetermined amount (defined at 5% of the average investment balance) of investment income earned by these investments is appropriated to fund current operations. Investment return designated for operations, as reflected in the accompanying Statements of Activities, reflects a 5% return based on the Fund's average investment balance.

Endowment Fund

	As of December 31, 2015			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 1,447,066	\$ 2,690,609	\$ 4,137,675
Board-designated funds	<u>2,393,781</u>	<u>-</u>	<u>-</u>	<u>2,393,781</u>
Total funds	<u>\$ 2,393,781</u>	<u>\$ 1,447,066</u>	<u>\$ 2,690,609</u>	<u>\$ 6,531,456</u>

	As of December 31, 2014			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Donor restricted endowment funds	\$ -	\$ 1,503,218	\$ 2,545,609	\$ 4,048,827
Board-designated funds	<u>2,430,351</u>	<u>-</u>	<u>-</u>	<u>2,430,351</u>
Total funds	<u>\$ 2,430,351</u>	<u>\$ 1,503,218</u>	<u>\$ 2,545,609</u>	<u>\$ 6,479,178</u>

Endowment Fund Activity

	Year Ended December 31, 2015			
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Net assets, beginning of year	\$ 2,430,351	\$ 1,503,218	\$ 2,545,609	\$ 6,479,178
Investment return				
Investment income	31,920	53,882	-	85,802
Net depreciation	<u>(68,490)</u>	<u>(110,034)</u>	<u>-</u>	<u>(178,524)</u>
Total investment return	(36,570)	(56,152)	-	(92,722)
New gifts	<u>-</u>	<u>-</u>	<u>145,000</u>	<u>145,000</u>
Net assets, end of year	<u>\$ 2,393,781</u>	<u>\$ 1,447,066</u>	<u>\$ 2,690,609</u>	<u>\$ 6,531,456</u>

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Endowment Fund Activity

	Year Ended December 31, 2014			Total
	Unrestricted	Temporarily Restricted	Permanently Restricted	
Net assets, beginning of year	\$ 2,215,222	\$ 1,183,025	\$ 2,395,609	\$ 5,793,856
Investment return				
Investment income	24,824	36,948	-	61,772
Net appreciation	<u>190,305</u>	<u>283,245</u>	<u>-</u>	<u>473,550</u>
Total investment return	215,129	320,193	-	535,322
New gifts	<u>-</u>	<u>-</u>	<u>150,000</u>	<u>150,000</u>
Net assets, end of year	<u><u>\$ 2,430,351</u></u>	<u><u>\$ 1,503,218</u></u>	<u><u>\$ 2,545,609</u></u>	<u><u>\$ 6,479,178</u></u>

7. FURNITURE AND EQUIPMENT

Furniture and equipment consisted of the following at December 31:

	2015	2014
Computer equipment	\$ 245,134	\$ 245,134
Furniture and fixtures	111,061	111,061
Software	<u>71,008</u>	<u>71,008</u>
	427,203	427,203
Accumulated depreciation	<u>(412,417)</u>	<u>(388,580)</u>
Net furniture and equipment	<u><u>\$ 14,786</u></u>	<u><u>\$ 38,623</u></u>

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Notes to Financial Statements
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8. COMMITMENTS AND CONTINGENCIES

Operating Leases

The Fund leases certain office space under non-cancelable leases. Total rental expense under such arrangements amounted to \$260,968 in 2015 and \$245,989 in 2014.

In May 2016, the Fund entered into a facility lease agreement for office space which commences August 2016 and expires December 31, 2021.

Future minimum lease rentals as (including the lease entered into in May 2016) are as follows:

2016	\$ 205,712
2017	283,937
2018	283,146
2019	277,281
2020	160,122
Thereafter	<u>157,964</u>
	<u>\$ 1,368,162</u>

9. LIFE INSURANCE PROGRAM

The Fund and the members of its Board of Directors approved, in a prior year, a program to purchase life insurance policies for up to 28 board members in the form of a maximum of 14 policies, each insuring two board members. The face value of the three policies currently in force is approximately \$1,178,000. The Fund is the sole beneficiary of the proceeds upon the death of the last surviving director under each policy. One-time premiums for these policies are shared equally by the board members. The amounts received for Trustee premiums are reflected as contributions when received. Premium payments, if any, are reflected as management and general expense as incurred. Proceeds from these policies will be recognized as revenue upon receipt by the Fund.

Since 2006, four insurance policies were contributed to the Fund with a total face value of \$775,000. The total cash surrender value of all policies is \$596,937 and \$708,408 at December 31, 2015 and 2014, respectively, and is reflected in cash surrender value of life insurance policies in the accompanying Statements of Financial Position.

10. EMPLOYEE BENEFITS

The Fund sponsors a qualified 401(k) retirement plan ("The Plan") covering substantially all of its employees over the age of 21. Employees may set aside a portion of their income through salary deductions on a before-tax basis up to the deferral limit as specified by the Internal Revenue Service. The Fund also contributes ten percent of each employee's annual salary to this Plan. The Plan is subject to the provisions of the Employee Retirement Income Security Act (ERISA). Costs of the Plan, in the form of contributions, totaled \$182,046 in 2015 and \$178,001 in 2014.

THE AMERICAN IRELAND FUND
Notes to Financial Statements
December 31, 2015 and 2014

11. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes or periods as of December 31:

	<u>2015</u>	<u>2014</u>
Time restrictions	\$ 779,757	\$ 2,672,728
Appreciation on permanently restricted net assets	<u>1,447,066</u>	<u>1,503,218</u>
Total	<u>\$ 2,226,823</u>	<u>\$ 4,175,946</u>

Net assets released from donor restrictions were \$2,418,430 and \$483,453 for the years ended December 31, 2015 and 2014, respectively. The releases were all based on time restrictions.

12. PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets relate to the endowment fund. Interest and dividends on permanently restricted net assets will be used to fund current and future operations.

13. CONTRIBUTIONS OF ART WORK

During 2015 the Fund received a donation of a collection of Yeats books and letters and other materials with an appraised value of \$103,225 on the date of acceptance of the gift. The Fund signed a Loan and Display agreement for 3 years with University College Dublin for purposes of public display. The Fund received a donation of W.B Yeats Books "Yeats Collection" with an appraised value of \$54,925 on the date of acceptance of the gift. In addition, the Fund signed a Loan and Display agreement for 3 years with the University of Limerick for purposes of scholarly research and public display. The Fund received a donation of a pencil drawing by Yeats, with an appraised value of \$5,000 on the date of acceptance of the gift. The Fund signed a Loan and Display agreement for 3 years with the Yeats Society, Sligo for purposes of public display. The Fund received a donation of an original Aldwych Theatre program of productions by Yeats, Shaw and Lady Gregory, signed and framed with an appraised value of \$3,500 on the date of acceptance of the gift. All the donations are included in contribution of art and literary collection in the Statement of Activities.

14. FAIR VALUE MEASUREMENTS

The Fund follows the provisions for fair value measurements as outlined in generally accepted accounting principles where fair value is an exit price, representing the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants. Fair value accounting establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). The three levels of the fair value hierarchy are described below:

- Level 1 - Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;

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Level 2 - Quoted prices in markets that are not active, or inputs that are observable, either directly or indirectly, for substantially the full term of the asset or liability;

Level 3 - Prices or valuation techniques that require inputs that are both significant to the fair value measurement and unobservable

A financial instrument's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

The following table sets forth the Fund's financial assets and liabilities that were accounted for at fair values on a recurring basis by level within the fair value hierarchy:

Description	December 31, 2015		
	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. government obligations	\$ 867,821	\$ -	\$ -
Corporate bonds	-	1,850,003	-
Mutual funds	465,991	-	-
Equity securities	4,721,310	-	-
Money market funds	623,382	-	-
	<u>\$ 6,678,504</u>	<u>\$ 1,850,003</u>	<u>\$ -</u>
Description	December 31, 2014		
	Quoted Prices in Active Markets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. government obligations	\$ 907,532	\$ -	\$ -
Corporate bonds	-	1,809,762	-
Mutual funds	552,788	-	-
Equity securities	4,415,041	-	-
Money market funds	809,249	-	-
	<u>\$ 6,684,610</u>	<u>\$ 1,809,762</u>	<u>\$ -</u>

15. SUBSEQUENT EVENTS

The Fund has evaluated subsequent events through June 30, 2016, the date that the financial statements were available for issuance.

Subsequent to year end the Fund entered into a new facility lease (see Note 8).