

CORNING INCORPORATED FOUNDATION

**Financial Statements
as of December 31, 2018 and 2017
Together with
Independent Auditor's Report**

Bonadio & Co., LLP
Certified Public Accountants

CORNING INCORPORATED FOUNDATION

STATEMENTS OF FINANCIAL POSITION DECEMBER 31, 2018 AND 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
CURRENT ASSETS:		
Cash	\$ 157,337	\$ -
Prepaid expenses	62,548	36,606
Investments	<u>7,496,186</u>	<u>9,850,252</u>
	<u>\$ 7,716,071</u>	<u>\$ 9,886,858</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES:		
Cash overdraft	\$ -	\$ 148,934
Accounts payable	12,283	9,282
Employee directed grant programs payable	298,738	149,956
Grants payable, current portion	<u>1,326,250</u>	<u>1,260,635</u>
Total current liabilities	1,637,271	1,568,807
GRANTS PAYABLE, non-current	<u>673,855</u>	<u>810,566</u>
Total liabilities	2,311,126	2,379,373
NET ASSETS - without donor restrictions	<u>5,404,945</u>	<u>7,507,485</u>
	<u>\$ 7,716,071</u>	<u>\$ 9,886,858</u>

The accompanying notes are an integral part of these statements.

CORNING INCORPORATED FOUNDATION

STATEMENTS OF ACTIVITIES AND CHANGE IN NET ASSETS FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	<u>2018</u>	<u>2017</u>
REVENUE AND SUPPORT:		
Contributions from Corning Incorporated	\$ 3,000,000	\$ 1,000,000
Contributions from Corning Incorporated - in-kind	648,623	627,536
Investment return (loss), net	<u>(260,057)</u>	<u>1,417,889</u>
Total revenue and support	<u>3,388,566</u>	<u>3,045,425</u>
EXPENSES:		
Grant programs -		
Educational	889,914	574,430
Human services	1,525,088	1,610,344
Cultural	982,196	1,495,546
Employee directed	<u>1,300,714</u>	<u>998,809</u>
Total grants	4,697,912	4,679,129
General administration	<u>793,194</u>	<u>833,331</u>
Total expenses	<u>5,491,106</u>	<u>5,512,460</u>
CHANGE IN NET ASSETS	(2,102,540)	(2,467,035)
NET ASSETS - without donor restrictions - beginning of year	<u>7,507,485</u>	<u>9,974,520</u>
NET ASSETS - without donor restrictions - end of year	<u>\$ 5,404,945</u>	<u>\$ 7,507,485</u>

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CORNING INCORPORATED FOUNDATION

**STATEMENTS OF FUNCTIONAL EXPENSES
FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017**

	2018			2017		
	<u>Program</u>	<u>General Administration</u>	<u>Total</u>	<u>Program</u>	<u>General Administration</u>	<u>Total</u>
Grants	\$ 3,397,198	\$ -	\$ 3,397,198	\$ 3,680,320	\$ -	\$ 3,680,320
Employee programs	1,300,714	-	1,300,714	998,809	-	998,809
Salaries	-	342,465	342,465	-	290,591	290,591
Benefits	-	145,787	145,787	-	108,542	108,542
Occupancy	-	134,014	134,014	-	131,471	131,471
Office expense and supplies	-	10,625	10,625	-	19,749	19,749
Professional services	-	38,569	38,569	-	79,000	79,000
Technology	-	60,718	60,718	-	141,388	141,388
Excise tax	-	12,147	12,147	-	11,500	11,500
Memberships	-	10,500	10,500	-	10,575	10,575
Travel and meetings	-	8,310	8,310	-	11,695	11,695
Other	-	30,059	30,059	-	28,820	28,820
Total operating expenses	<u>\$ 4,697,912</u>	<u>\$ 793,194</u>	<u>\$ 5,491,106</u>	<u>\$ 4,679,129</u>	<u>\$ 833,331</u>	<u>\$ 5,512,460</u>

The accompanying notes are an integral part of these statements.

CORNING INCORPORATED FOUNDATION

STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

	<u>2018</u>	<u>2017</u>
CASH FLOW FROM OPERATING ACTIVITIES:		
Change in net assets	\$ (2,102,540)	\$ (2,467,035)
Adjustments to reconcile change in net assets to net cash flow from operating activities:		
Net realized and unrealized loss (gain) on investments	441,887	(1,198,802)
Discount on grants payable	13,289	36,512
Cash overdraft	(148,934)	148,934
Changes in:		
Prepaid expenses	(25,942)	(22,610)
Accounts payable	3,001	1,866
Employee directed grant programs payable	148,782	(50,000)
Grants payable	<u>(84,385)</u>	<u>759,496</u>
Net cash flow from operating activities	<u>(1,754,842)</u>	<u>(2,791,639)</u>
CASH FLOW FROM INVESTING ACTIVITIES:		
Purchases of investments	(3,181,831)	(1,218,123)
Proceeds from sale of investments	<u>5,094,010</u>	<u>3,927,500</u>
Net cash flow from investing activities	<u>1,912,179</u>	<u>2,709,377</u>
CHANGE IN CASH	157,337	(82,262)
CASH - beginning of year	<u>-</u>	<u>82,262</u>
CASH - end of year	<u>\$ 157,337</u>	<u>\$ -</u>

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