

FORUM ON EDUCATION ABROAD
FINANCIAL REPORT
JUNE 30, 2014

CONTENTS

INDEPENDENT AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS	1 - 2
---	-------

FINANCIAL STATEMENTS

Statements of Financial Position	3
Statements of Activities	4 - 5
Statements of Functional Expenses	6 - 7
Statements of Cash Flows	8
Notes to Financial Statements	9 - 16

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Forum on Education Abroad
Carlisle, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of the Forum on Education Abroad which comprise the statements of financial position as of June 30, 2014 and 2013, and the related statements of activities, cash flows and functional expenses 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 the Forum on Education Abroad, as of June 30, 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 cursive script that reads "Boyer & Ritten". The signature is written in black ink and is centered on the page.

Carlisle, Pennsylvania
November 20, 2014

FORUM ON EDUCATION ABROAD

STATEMENTS OF FINANCIAL POSITION June 30, 2014 and 2013

	2014	2013
ASSETS		
Current Assets		
Cash	\$ 489,984	\$ 498,377
Current portion of pledges receivable	20,000	40,000
Prepaid expenses	6,289	16,387
Inventory	1,417	1,202
Total current assets	517,690	555,966
Noncurrent Assets		
Pledges receivable - net of current portion	39,170	58,347
Investments	1,406,254	1,156,088
Total noncurrent assets	1,445,424	1,214,435
Total assets	\$ 1,963,114	\$ 1,770,401
LIABILITIES AND NET ASSETS		
Current Liabilities		
Accrued expenses	\$ 31,932	\$ 24,885
Deferred revenue	361,841	284,260
Total current liabilities	393,773	309,145
Net Assets		
Unrestricted		
Undesignated	95,841	148,186
Board designated - endowment	1,363,509	1,156,088
	1,459,350	1,304,274
Temporarily restricted	109,991	156,982
Total net assets	1,569,341	1,461,256
Total liabilities and net assets	\$ 1,963,114	\$ 1,770,401

See Notes to Financial Statements.

FORUM ON EDUCATION ABROAD

STATEMENTS OF ACTIVITIES Years Ended June 30, 2014 and 2013

	2014		
	Total	Unrestricted	Temporarily Restricted
Changes in Net Assets			
Revenue and Other Support			
Membership fees	\$ 572,437	\$ 572,437	\$ -
Conference income	704,557	704,557	-
Contributions	80,573	79,750	823
Grant revenue	-	-	-
Workshops and seminars	112,263	112,263	-
Other program income	9,500	9,500	-
Publication sales	5,218	5,218	-
Interest	519	519	-
Investment income	23,657	23,657	-
Other income	542	542	-
Release of restricted revenues	-	50,559	(50,559)
Total revenue and other support	1,509,266	1,559,002	(49,736)
Expenses			
Program services			
Programs and resources	383,337	383,337	-
Events and Conferences	590,662	590,662	-
Training and education	278,831	278,831	-
	1,252,830	1,252,830	-
Management and general	247,453	247,453	-
Fundraising expenses	15,407	15,407	-
Total expenses	1,515,690	1,515,690	-
Other Income			
Unrealized holding gain on investments	114,509	111,764	2,745
Increase in net assets	108,085	155,076	(46,991)
Net Assets:			
Beginning	1,461,256	1,304,274	156,982
Ending	\$ 1,569,341	\$ 1,459,350	\$ 109,991

See Notes to Financial Statements.

2013		
Total	Unrestricted	Temporarily Restricted
\$ 514,811	\$ 514,811	\$ -
1,003,242	1,003,242	-
178,097	79,750	98,347
59,250	-	59,250
111,738	111,738	-
7,600	7,600	-
5,050	5,050	-
646	646	-
13,288	13,288	-
925	925	-
-	69,385	(69,385)
<u>1,894,647</u>	<u>1,806,435</u>	<u>88,212</u>
331,888	331,888	-
759,850	759,850	-
244,029	244,029	-
<u>1,335,767</u>	<u>1,335,767</u>	<u>-</u>
217,361	217,361	-
15,530	15,530	-
<u>1,568,658</u>	<u>1,568,658</u>	<u>-</u>
72,675	72,675	-
398,664	310,452	88,212
1,062,592	993,822	68,770
<u>\$ 1,461,256</u>	<u>\$ 1,304,274</u>	<u>\$ 156,982</u>

FORUM ON EDUCATION ABROAD

STATEMENT OF FUNCTIONAL EXPENSES Year Ended June 30, 2014

2014

	Program Services					Total
	Programs and Resources	Events and Conferences	Training and Education	Management and General	Fundraising	
Management expenses	\$ 270,709	\$ 135,479	\$ 174,165	\$ 100,563	\$ 14,770	\$ 695,686
Conference event expense	-	421,727	-	-	-	421,727
Office expense/supplies	1,182	591	760	424	-	2,958
Legal and professional fees	-	-	-	26,955	-	26,955
License and permits	-	-	-	-	-	-
Postage and delivery	1,877	939	1,207	674	-	4,697
Scholarship donations	10,000	-	-	-	-	10,000
Certification program	-	-	36,537	-	-	36,537
Bank service charges	-	-	-	7,458	-	7,458
Credit card charges	-	-	-	39,413	-	39,413
QUIP expense	-	-	999	-	-	999
Grant expenses	45,623	4,936	-	-	-	50,559
Webinar expenses	-	-	30,461	-	-	30,461
Professional development	-	-	-	9,054	-	9,054
Contributed services	13,541	6,775	8,711	49,837	637	79,500
Miscellaneous expenses	-	-	-	-	-	-
Telephone	4,017	2,010	2,584	-	-	8,611
Advertising	338	169	217	-	-	724
Auto and travel expenses	19,207	9,609	12,355	-	-	41,171
Meeting expense	-	-	-	1,001	-	1,001
Meals and entertainment	-	-	-	12,045	-	12,045
Repairs and maintenance	-	-	-	29	-	29
Dues and subscriptions	1,865	933	1,200	-	-	3,998
Printing and reproduction	14,978	7,494	9,635	-	-	32,107
	<u>\$ 383,337</u>	<u>\$ 590,662</u>	<u>\$ 278,831</u>	<u>\$ 247,453</u>	<u>\$ 15,407</u>	<u>\$ 1,515,690</u>

See Notes to Financial Statements.

FORUM ON EDUCATION ABROAD

STATEMENT OF FUNCTIONAL EXPENSES Year Ended June 30, 2013

2013

	Program Services					Fundraising	Total
	Programs and Resources	Events and Conferences	Training and Education	Management and General			
Management expenses	\$ 206,713	\$ 123,535	\$ 157,653	\$ 85,535	\$ 14,921	\$ 588,357	
Conference event expense	-	610,683	-	-	-	610,683	
Office expense/supplies	980	586	748	389	-	2,703	
Legal and professional fees	2,898	-	-	7,535	-	10,433	
License and permits	53	32	40	-	-	125	
Postage and delivery	1,280	764	976	507	-	3,527	
Scholarship donations	10,000	-	-	-	-	10,000	
Certification program	-	-	6,523	-	-	6,523	
Bank service charges	-	-	-	1,681	-	1,681	
Credit card charges	-	-	-	64,370	-	64,370	
QUIP expense	-	-	11,540	-	-	11,540	
Grant expenses	69,385	-	-	-	-	69,385	
Webinar expenses	-	-	35,604	-	-	35,604	
Professional development	-	-	-	350	-	350	
Contributed services	13,305	7,951	10,146	47,489	609	79,500	
Miscellaneous expenses	-	-	-	-	-	-	
Telephone	963	576	735	-	-	2,274	
Advertising	1,651	987	1,259	-	-	3,897	
Auto and travel expenses	16,761	10,016	12,781	-	-	39,558	
Meeting expense	-	-	-	-	-	-	
Meals and entertainment	-	-	-	8,498	-	8,498	
Repairs and maintenance	-	-	-	1,007	-	1,007	
Dues and subscriptions	-	-	-	-	-	-	
Printing and reproduction	7,899	4,720	6,024	-	-	18,643	
	\$ 331,888	\$ 759,850	\$ 244,029	\$ 217,361	\$ 15,530	\$ 1,568,658	

See Notes to Financial Statements.

FORUM ON EDUCATION ABROAD

STATEMENTS OF CASH FLOWS Years Ended June 30, 2014 and 2013

	2014	2013
Cash Flows From Operating Activities		
Increase in net assets	\$ 108,085	\$ 398,664
Adjustments to reconcile increase in net assets to net cash provided by operating activities		
Unrealized holding gain on investments	(114,509)	(72,675)
Changes in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	-	593
Pledges receivable	39,177	(98,347)
Prepaid expenses	10,098	(7,076)
Inventory	(215)	1,957
(Decrease) increase in:		
Accounts payable	-	(1,690)
Accrued expenses	7,047	15,442
Deferred revenue	77,581	(3,918)
Net cash provided by operating activities	127,264	232,950
Cash Flows From Investing Activities		
Purchase of investments	(135,657)	(563,288)
Net decrease in cash	(8,393)	(330,338)
Cash:		
Beginning	498,377	828,715
Ending	<u>\$ 489,984</u>	<u>\$ 498,377</u>

See Notes to Financial Statements.

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activity and Significant Accounting Policies

Nature of Activity: The Forum on Education Abroad (Forum) is the higher education association for education abroad. A 501(c)(3) non-profit association, The Forum is recognized by the U.S. Department of Justice and the Federal Trade Commission as the Standards Development Organization (SDO) for the field of education abroad. The Forum's *Standards of Good Practice* are recognized as the definitive means by which the quality of education abroad programs may be judged. The Forum's nearly 700 institutional members include U.S. colleges and universities, overseas institutions, consortia, agencies, provider organizations and foundations. The Forum focuses on developing and implementing standards of good practice, encouraging and supporting research initiatives, and offering educational programs and resources to its members. Its mission is to help to improve education abroad programs to benefit the students that participate in them. It is achieving this goal by establishing standards of good practice and quality assurance programs, improving education abroad curricula, and promoting data collection and outcomes assessment, all to advocate for high quality education abroad programs.

Basis of Accounting: The Forum prepares its financial statements on the accrual basis of accounting. Under the accrual basis, revenue is recognized when earned and expenses are recognized when the obligation is incurred.

Use of Estimates: The preparation of 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 and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses, including functional allocations during the reporting period. Actual results could differ from those estimates.

Restricted and Unrestricted Revenue and Support: Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions.

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a 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 Statements of Activities as net assets released from restrictions.

In-kind contributions are recorded as support at their estimated fair value at the date of donation. The Forum reports in-kind donations as unrestricted support unless explicit donor stipulations specify how the donated assets must be used.

Accounts Receivable: Trade receivables are carried at original invoice amount less an estimate made for doubtful receivables based on a review of all outstanding amounts on a regular basis. Management determines the allowance for doubtful accounts by regularly evaluating individual customer receivables and considering a customer's financial condition, credit history, and current economic conditions. Trade receivables are written off when deemed uncollectible. Recoveries of trade receivables previously written off are recorded when received.

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 1. Nature of Activity and Significant Accounting Policies (Continued)

Promises to Give: 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 their estimated future cash flows. The discounts on those amounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of the discounts are computed using the interest method and is included in contribution revenue. Conditional promises to give are not included as support until conditions are substantially met.

Investments and Fair Value: Investments are reported at fair value with realized and unrealized gains and losses included in the Statement of Activities. Fair value is 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.

Functional Expenses: Expenses directly related to a function are charged to that function. Expenses not directly related to a function are allocated by management to the various functions on a reasonable basis.

Income Taxes: The Forum has received exemption from income taxes as a public charity under Section 501(c)(3) of the Internal Revenue Code. On such basis, the Forum will not incur any liability for federal income taxes, except for possible unrelated business income.

Management has assessed the Forum's exposure to income taxes at the entity level as a result of uncertain tax positions taken in current and previously filed tax returns. Examples of tax positions taken at the entity level include the continuing validity of its exempt organization status, potential filing requirement for unrelated business income and other tax positions that could result in income tax liabilities to the Forum upon examination by taxing authorities. Presently, management believes that it is more likely than not its tax position will be sustained upon examination, including any appeals and litigation, such that the Forum has no exposure to income tax liabilities from uncertain tax positions. The Forum is subject to routine audits by taxing jurisdictions, however there are currently no audits for any tax periods in progress. Management believes the Forum is no longer subject to audit for years prior to June 30, 2011.

Subsequent Events: Subsequent events have been evaluated for potential recognition or disclosure through November 20, 2014, the date the financial statements were available to be issued.

Note 2. Concentration of Credit Risk

Financial instruments that are potentially subject the Forum to concentrations of credit risk consist of principally of cash and cash equivalents. The Forum maintains its cash deposits with high credit quality, financial institutions that provide Federal Deposit Insurance Corporations (FDIC) coverage up to \$250,000. Balances in excess of FDIC insured limits totaled \$123,448 and \$288,661 at June 30, 2014 and 2013, respectively.

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 3. Pledges Receivable

Pledges receivable represent unconditional promises to give. Pledges receivable at June 30, 2014 and 2013, consist of the following:

	2014	2013
The AIFS/AIFS Foundation Education Abroad Special Collection	\$ 60,000	\$ 100,000
Less: unamortized discount	(830)	(1,653)
	<u>\$ 59,170</u>	<u>\$ 98,347</u>
Amounts due in:		
Less than one year	\$ 20,000	\$ 40,000
One to five years	40,000	60,000
	<u>\$ 60,000</u>	<u>\$ 100,000</u>

Note 4. Deferred Revenue

Deferred revenue consists of membership dues, conference sponsorship fees, and other program revenues collected as of June 30, for the next fiscal year. Deferred revenue consists of the following as of June 30:

	2014	2013
Membership dues	\$ 277,471	\$ 199,255
Conference fees	84,370	85,005
	<u>\$ 361,841</u>	<u>\$ 284,260</u>

Note 5. Management Services

The Forum has contracted with Dickinson College to provide management, development, and program services. As part of the contract, the President of the Forum is employed by Dickinson College and is appointed by the Board of Directors of the Forum. The Forum staff is also provided under the contract but the hiring decision is made by the Forum President and the Board of Directors of the Forum. The payment for these services for the fiscal years ended June 30, 2014 and 2013, was \$746,203 and \$657,492, respectively.

Included in payments to Dickinson College was \$49,365 and \$69,135 for the reimbursement of wages and benefits of an employee under the American Council of Learned Societies Public Fellows Program during the fiscal years ended June 30, 2014 and 2013, respectively.

Additionally, included in payments to Dickinson College was \$1,153 for the reimbursement of wages of a student intern to archive Special Collection items during the fiscal year ended June 30, 2014.

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 6. Donated Goods and Services

Dickinson College provides the Forum with program and administrative services and other contributed goods and services. The value of the donated goods and services included in the financial statements and corresponding expenditures for the years ended June 30, 2014 and 2013, are as follows:

	2014	2013
Contributions		
Donated facility	\$ 25,000	\$ 20,000
Donated services	54,500	57,500
Donated supplies	-	2,000
	<u>\$ 79,500</u>	<u>\$ 79,500</u>
Expenses		
Program	\$ 29,026	\$ 31,402
Management and general	49,837	47,489
Fundraising	637	609
	<u>\$ 79,500</u>	<u>\$ 79,500</u>

Note 7. Investments / Endowment Funds

The Forum has invested in the Dickinson College Endowment Fund (DCEF) for the purpose of enhancing the growth of its operating account, with the intent that income distributions from the Board Designated Endowment Fund will provide support for the Forum's programming.

During 2014, the Forum established the Special Collection Fund which is invested in the DCEF for the purpose of obtaining, developing, and maintaining historical artifacts related to the education abroad field of study.

The Forum's investments at June 30, 2014 and 2013, consist of the following:

	2014	2013
Dickinson College Endowment Fund		
Endowed Fund	\$ 1,363,509	\$ 1,156,088
Special Collections Fund	42,745	-
	<u>\$ 1,406,254</u>	<u>\$ 1,156,088</u>

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 7. Investments / Endowment Funds (Continued)

Interpretation of Relevant Law

FASB Staff Position No. 117-1, Endowments of Not-for-Profit Organizations: Net Asset Classifications of Funds Subject to an Enacted Version of the Uniform Prudent Management of Institutional Funds Act [UPMIFA] and Enhanced Disclosures for all Endowment Funds, primarily provides guidance on accounting for donor restricted endowment funds subject to UPMIFA. The state of Pennsylvania has not adopted UPMIFA. Nonprofit corporations in Pennsylvania follow Act 141. Under Act 141, a nonprofit corporation can elect to adopt and follow a “total return” investment policy, i.e., a policy to seek the best total return on the principal whether from capital appreciation, earnings or both. Pennsylvania law permits the Board of Directors to make an election to annually appropriate for expenditure a selected percentage between 2% and 7% of the fair value of the assets related to donor-restricted endowment funds averaged over a period of three or more preceding years, provided the Board has determined that such percentage is consistent with the long-term preservation of the real value of such assets.

Return Objective and Risk Parameters

The Forum has adopted investment and spending policies of the DCEF that attempts to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. Under this policy the endowment assets are invested in a manner that is intended to produce results that exceed the endowment spending rate plus inflation, defined as the Consumer Price Index plus 1%, while assuming a moderate level of investment risk.

Strategies Employed for Achieving Objectives

To satisfy its long-term rate of return objectives, the Forum relies on a total return strategy of the DCEF in which investment returns are achieved through both capital appreciation (realized and unrealized) and current yield (interest and dividends). The DCEF targets a diversified asset allocation that places a greater emphasis on equity-based investments to achieve its long-term return objectives within prudent risk constraints.

Spending Policy

If the Forum requests it, a distribution from the Board Designated Endowment Fund will be made if the Forum’s cash reserves total less than six months of estimated operating expenses. At such time, the spendable amount will be that percentage of the total Fund which the DCEF would consider available for spending from the overall DCEF under the spending policies then in effect. Any portion of the spendable amount not distributed in any year shall be added to the principal of the Forum’s Board Designated Endowment Fund. The Forum may decide to withdraw a portion of or the entire amount of the Fund from the DCEF, in which case such amount will be deposited in the Forum operating account. The Forum President or Chair of the Board may authorize a withdrawal. Should the Forum withdraw its investment from the Fund, regardless of when such withdrawal occurs, the market value of the investment will be calculated as of the end of the previous month.

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 7. Investments / Endowment Funds (Continued)

Endowment Net Asset Composition as of June 30, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Dickinson College Endowment Fund	\$ 1,363,509	\$ 42,745	\$ -	\$ 1,406,254

Changes in Endowment Net Assets for the Fiscal Year Ended June 30, 2014:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 1,156,088	\$ -	\$ -	\$ 1,156,088
Investment return:				
Investment income	23,657	-	-	23,657
Unrealized gain	111,764	2,745	-	114,509
Total investment return	135,421	2,745	-	138,166
Transfer in \ contribution	72,000	40,000	-	112,000
Endowment net assets, end of year	\$ 1,363,509	\$ 42,745	\$ -	\$ 1,406,254

Endowment Net Asset Composition as of June 30, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Dickinson College Endowment Fund	\$ 1,156,088	\$ -	\$ -	\$ 1,156,088

Changes in Endowment Net Assets for the Fiscal Year Ended June 30, 2013:

	Unrestricted	Temporarily Restricted	Permanently Restricted	Total
Endowment net assets, beginning of year	\$ 520,125	\$ -	\$ -	\$ 520,125
Investment return:				
Investment income	13,288	-	-	13,288
Unrealized gain	72,675	-	-	72,675
Total investment return	85,963	-	-	85,963
Transfer in	550,000	-	-	550,000
Endowment net assets, end of year	\$ 1,156,088	\$ -	\$ -	\$ 1,156,088

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 8. Fair Value Measurements

Financial Accounting Standards Board ASC 820, *Fair Value Measurements and Disclosures* establishes a framework for measuring fair value. That framework provides 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).

Level 1 Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Plan has the ability to access.

Level 2 Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets;
- Quoted prices for identical or similar assets or liabilities in inactive markets;
- Inputs other than quoted prices that is observable for the asset or liability;
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The assets that are recorded at fair value on a recurring basis consist of the investment in the DCEF. The fair value of the DCEF is derived from unitizing the fair value of the underlying investments owned by the fund. The unitized fair value is supplied to the Forum by the DCEF fund manager on a monthly basis. Inputs to the valuation methodology that are significant to the fair value measurement are unobservable and thus deemed to be Level 3 inputs.

The table below sets forth a summary of changes in the fair value of the Forum's investment in the Dickinson College Endowment Fund (Level 3 assets) for the years ended June 30, 2014 and 2013.

	2014	2013
Balance, beginning of year	\$ 1,156,088	\$ 520,125
Purchases, sales, issuances and settlements (net)	135,657	563,288
Unrealized gains	114,509	72,675
Balance, end of year	<u>\$ 1,406,254</u>	<u>\$ 1,156,088</u>

FORUM ON EDUCATION ABROAD

NOTES TO FINANCIAL STATEMENTS

Note 9. Temporarily Restricted Net Assets

The Forum has the following temporarily restricted net assets as of June 30:

	2014	2013
Ron Koehn Conference Grant Award	\$ 9,270	\$ 9,270
American Council of Learned Societies Public Fellows Program	-	49,365
The AIFS/AIFS Foundation Education Abroad Special Collection	100,721	98,347
	<u>\$ 109,991</u>	<u>\$ 156,982</u>

The Ron Koehn Conference Grant Award will be given to faculty members or education abroad colleagues who have been especially effective in contributing to innovations in education abroad program design. Award winners receive a stipend that will help to underwrite the costs of their attendance at the Forum's Annual Conference.

The American Council of Learned Societies Public Fellow Program is to provide a fellowship stipend and the total cost of the Fellow's health insurance. The program provides the Forum with a full-time Associate Director to work on a wide range of projects and initiatives, and ran from July 1, 2012 to June 30, 2014.

The AIFS/AIFS Foundation Education Abroad Special Collection fund was established to obtain, develop, and maintain historical artifacts related to the education abroad field of study. Earnings from the fund are restricted for the purposes set forth above.