

# LIN & LINCOLN CPA'S, LLC

*Certified Public Accountants*

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of  
STUF United Fund, Inc.

We have audited the accompanying financial statements STUF United Fund, Inc. (a nonprofit organization), which comprise the statements of financial position as of December 31, 2017 and 2016, 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 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 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 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 STUF United Fund, Inc. as of December 31, 2017 and 2016, 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.

*Lin & Lincoln CPA's, LLC*

Glenview, Illinois  
March 05, 2018

STUF United Fund, Inc.

Statements of Financial Position

December 31, 2017 and December 31, 2016

Assets	Note	December 31,	
		2017	2016
Current Assets			
Current Assets			
Cash		\$ 752,658	\$ 697,858
Short-term investments	2	281,000	270,591
Total Current Assets		1,033,658	968,449
Other Assets	3	3,820	3,820
Total Assets		1,037,478	972,269
Liabilities and Net Assets			
Current Liabilities			
Account Payable	4	3,885	393,375
Total Current Liabilities		3,885	393,375
Total Liabilities		3,885	393,375
Net Assets	5		
Unrestricted		62,189	198,187
Temporarily Restricted		971,404	380,707
Total Net Assets		1,033,593	578,894
Total Liabilities and Net Assets		\$ 1,037,478	\$ 972,269

See accompanying notes and independent accountant's audit report.

STUF United Fund, Inc.

Statements of Activities

For Years Ended December 31, 2017 and December 31, 2016

	Note	Year ended December 31, 2017:			Year ended December 31, 2016:		
		Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Support and Revenue</b>							
Public Support - Contributions		\$ 134,140	\$ 681,207	\$ 815,347	\$ 204,031	\$ 938,631	\$ 1,142,662
Net Assets Released From Restrictions		486,389	(486,389)	-	768,040	(768,040)	-
Special Project		-	395,879	395,879	-	542,029	542,029
Investment Income	2	12,823	-	12,823	20,936	-	20,936
<b>Total Support and Revenue</b>		<b>633,352</b>	<b>590,697</b>	<b>1,224,049</b>	<b>993,007</b>	<b>712,620</b>	<b>1,705,627</b>
<b>Expenses:</b>							
Contributions to Non-Profits Organizations	6,7	672,450	-	672,450	1,221,780	-	1,221,780
Contribution and expense for Special Project	6,7	-	-	-	-	360,937	360,937
Program Expenses	6	45,681	-	45,681	45,775	-	45,775
Fundraising Expenses	6	33,345	-	33,345	24,465	-	24,465
General & Administrative Expenses	6	17,874	-	17,874	13,812	-	13,812
<b>Total Expenses</b>		<b>769,350</b>	<b>-</b>	<b>769,350</b>	<b>1,305,832</b>	<b>360,937</b>	<b>1,666,769</b>
<b>Change in Net Assets</b>		<b>(135,998)</b>	<b>590,697</b>	<b>454,699</b>	<b>(312,825)</b>	<b>351,683</b>	<b>38,858</b>
<b>Net Assets, Beginning of Year</b>		<b>198,187</b>	<b>380,707</b>	<b>578,894</b>	<b>511,012</b>	<b>29,024</b>	<b>540,036</b>
<b>Net Assets, End of Year</b>		<b>\$ 62,189</b>	<b>\$ 971,404</b>	<b>\$ 1,033,593</b>	<b>\$ 198,187</b>	<b>\$ 380,707</b>	<b>\$ 578,894</b>

See accompanying notes and independent accountant's audit report.

STUF United Fund, Inc.

Statement of Cash Flows

For Years Ended December 31, 2017 and December 31, 2016

	<b>Year ended:</b>	
	<b>12/31/2017</b>	<b>12/31/2016</b>
Cash Flows from Operating Activities		
Increase in Net Assets	\$ 454,699	\$ 38,858
Adjustments to Reconcile Change in Net Assets:		
Increase (Decrease) in Accounts Payable	<u>(389,490)</u>	<u>393,375</u>
Net Cash Provided by Operating Activities	65,209	432,233
Net Cash Provided By Investing Activities:		
(Increase) Decrease in Short-term Investment	<u>(10,409)</u>	<u>(18,900)</u>
Net Cash Provided by Investing Activities	(10,409)	(18,900)
Net Increase/(Decrease) in Cash and Cash Equivalents	54,800	413,333
Cash and Cash Equivalents at Beginning of Year	<u>697,858</u>	<u>284,525</u>
Cash and Cash Equivalents at End of Year	<u>\$ 752,658</u>	<u>\$ 697,858</u>

See accompanying notes and independent accountant's audit report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Basis of Presentation

STUF United Fund Inc. was incorporated on April 23, 2007 in the state of New York as a Non-For-Profit Corporation. The Corporation is not formed for pecuniary profit or financial gain, and no part of the assets, income or profit of the Corporation is distributable to, or inures to the benefit of its members, directors or officers or any private person except to the extent permissible under the Not-for profit Corporation Law.

The organizations goals are as follows:

- a) To promote social responsibility in international enterprises as developed and espoused by the United Nation's Global Compact;
- b) To provide charitable relief, educational and cultural development, environmental protection and public health to the members' respective communities;
- c) To encourage youth involvement with community service programs and global citizens organization;
- d) To do any other act or thing incidental to or connected with the forgoing purposes or in advancement thereof, but not for the pecuniary profit or financial gain of its members, directors or officers, except as permitted under Article 5 of the Non-for-Profit Corporation Law.

The accompanying financial statements present the financial position and changes in net assets and cash flows of the Organization.

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

- Unrestricted net assets* – Net assets that are not subject to any donor-imposed stipulations.  
*Temporarily restricted net assets* – Net assets subject to donor-imposed restrictions on their use that may be met either by actions of the Organization or the passage of time.  
*Permanently restricted net assets* – Net assets subject to donor-imposed or other legal restrictions requiring that the principal be maintained permanently by the Organization.

Generally, the donors permit the Organization to use all or part of the income earned for either general or donor-specified purposes.

See Independent Auditor's Report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements. Estimates and assumptions may also affect disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses. Actual results could differ from management's estimates.

Cash and Cash Equivalents

The Organization maintains bank accounts at banks that are insured by the Federal Deposit Insurance Corporation up to \$250,000. For purposes of reporting in the statement of financial position, statement of activities and cash flows, the Organization considers money market funds and short term commercial paper with a maturity of not more than three months to be cash equivalents.

Revenue Recognition

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period received or promised. Conditional contributions are recorded when the conditions have been substantially met. Contributions are considered to be unrestricted unless specifically restricted by the donor. The Organization reports contributions in the temporarily or permanently restricted net asset class if they are received with donor stipulations as to their use. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are released and reclassified to unrestricted net assets in the consolidated statement of activities. Donor-designated contributions are initially reported in the temporarily restricted net asset class, even if it is anticipated such restrictions will be met in the current reporting period.

Income Taxes

The STUF United Fund Inc, a New York Not-for-Profit Corporation, is exempted from federal and state income tax under Section 501(c) (3) of the Internal Revenue Code.

For the year ended December 31, 2017 the Organization has determined that no income taxes are due for its activities. Accordingly, no provision for income taxes has been recorded in the financial reports.

**NOTE 2 – SHORT-TERM INVESTMENTS**

The Organization maintains a custodial account with Merrill Lynch Wealth Management. The funds in this account are managed by investment managers who are given discretionary authority, subject to investment guidelines established by the Organization's board of directors, to invest the assets under their respective management. Short-term investments held at fair value at December 31, 2017 and 2016 consisted of the following:

See Independent Auditor's Report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

	December 31,	
	2017	2016
Fixed Income	\$211,535	\$200,719
Mutual Funds	72,577	56,479
Cash	9,271	2,659
Estimated Accrued Interest	2,222	2,245
Total Short-Term Investments	\$295,605	\$262,102

The following summarizes investment income for the years ended December 31, 2017 and 2016:

	2017	2016
Unrealized Gain/( loss) on investment	-	\$13,722
Investment loss	-	(5,191)
Interest income	10,902	9,646
Dividend income	1,921	2,759
Total investment income	\$12,823	\$20,936

**NOTE 3 – OTHER ASSETS**

Other assets as of December 31, 2017 and 2016 are \$3,820 which represents unsold donated articles for auction.

**NOTE 4 – ACCOUNT PAYABLE**

As of December 31, 2017, the Organization has \$3,885 in Accounts payable which including \$3,100 for Accounting Fee.

**NOTE 5 – NET ASSETS**

Unrestricted net assets are free from donor-imposed restrictions. Restricted assets are set aside for future contributions to non-for profit organizations.

**NOTE 6 – EXPENSES**

Expenses for the year ended December 31, 2017 and 2016 consisted of the following:

	For the years ended December 31,	
	2017	2016
Contribution to Non-Profits Organization (Note 7)	\$627,157	\$1,221,780
Contribution and operating cost of Special Project (Note 7)	45,293	360,937
Payroll	60,477	54,845
Fundraising Expense	-	100
Advertising & Promotion	8920	1,456
Travel	6,648	6,742
Office expenses	6,745	6,519
Insurance	3,044	1,995
Conference	3,986	5,418
Professional fee	3,204	2,300
Information Technology & Website	3,332	2,071
Bank fee	419	1,295

See Independent Auditor's Report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

	For the years ended December 31,	
	2017	2016
Others	125	1,311
Total	\$769,350	\$1,666,769

**NOTE 7 – CONTRIBUTION TO NON-PROFIT ORGANIZATION**

Contribution to non-profits organization and related expenses for the year ended December 31, 2017 and 2016 are \$650,167 and \$1,582,717 respectively. Following is the detailed summary of the contribution.

Name of Organization	Purpose	Amount for	
/Project		2017	2016
Overseas Community Affairs Council, R.O.C.	1. To provide scholarship to students in Pacific Islands-2016.	10,000	
	2. To offer relief to water park blast in Pacific Islands.-2015		10,000
Syrian Refugee Aid Project	Partner with Various NGO to delivered 25,600 jackets and 10000 raincoats to Syrian refugee children in Turkey, Austria and Greece in 2015-2016.		97,193
	(Partner with Various NGO to delivered 30,000 jackets to International refugee children in Turkey, Jordan and Greece in 2016-2017. (See Note 8 for details)		96,367
Pingtung County Manjou Middle School Alumni	To support an alumni association in Pacific Islands.	32,225	-
Cherish a Child USA	To fund the construction of an outpatient medical clinic in a rural area of Wakiso District, Uganda.	-	6,000
Taiwan Exquisite Culture and Education Association	To provide computer and languages courses in rural areas of Cambodia.	-	75,000
Taiwanese American Arts Council	To promote the development of arts and culture.	25,300	-
Shin-Shin Education Foundation	To provide education to children in rural communities in China.	10,000	-

See Independent Auditor's Report.



STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

Garden of Hope, USA	To help offer advocacy for and services for women and children victims of domestic violence in New York.	-	12,000
The Alliance Cultural Foundation	To support community development in rural areas in Pacific Islands.	-	26,970
Hope Services, USA	To provide job training, counseling and community living, for people with disabilities.	-	2,000
Taiwan Black Bear Conservation Association	For the black bear ambassador program that promotes the conservation of the endangered black bears.	-	10,000
Boys & Girls Clubs of Silicon Valley	To support after-school programs for children in disadvantaged neighborhoods in the U.S.A.	-	2,000
Carlo Urbani Association Taiwan	To support memorial concert and book launch event to promote public health in Pacific Islands in 2015, and support Medical Doctors Research Project in 2016	-	
		2,000	5,000
NCACLS National Council	To promote Chinese Language and cultural learning in the U.S.A	12,000	
Taiwanese Chamber of Commerce – SF Bay Area	To sponsor the Thanksgiving Charity Dinner that provided free meals and dental checkup to lower income residents on Thanksgiving.	-	1,000
Taiwanese American Citizens League	To promote business leadership for young generation in the U.S.A.	-	3,000
Taiwanese Association of America – Houston	To support the promotion of the cultural activities in Houston.	-	500
Foundation Para La Salud Los Angeles Paraguay-China	To provide wheelchairs to the children and adults in the Paraguay.	-	8,000
Amitofu Care Center	2. For GOODWILL Mission-2016: Orphans in Africa performed local African culture, Chinese culture and Buddhist philosophy across major	-	414,974

See Independent Auditor's Report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

	North American cities..		
After school association of Taiwan	Provide funding for elementary students after school activities in rural area.	-	9,970
Business Card Co.	STUF 2015-2016 Annual Report Printing	9,343	8,700
Chi- Teng Peng	Scholarship for advance Study	-	10,000
Inter Action	Forum in Washington DC	-	7,018
ECLAT Foundation	Community Service	-	2,000
FESCC/MCMFRF	Sub-game Calgary Forest Fire in Canada	-	17,000
Friends-Children Special needs	Community services	-	2,000
Han-Wei Kang	Scholarship for advance Study	-	10,000
Hsien-Wei Yeh	Scholarship for advance Study	-	10,000
Jia Xing Elementary school	Subsidy primary school students	-	2,430
Junyi Academy	Online computer education and programming	72,115	500,970
Wenzao University	December US tour lectures	-	6,010
	Sharing Taiwan 's Life Education Program with the World	-	92,025
South Sudan Community Skill Development	Garment Skill training for women	-	9,890
TAANY	Taiwan traditional week activities	2,000	2,000
TAC-GNY	Taiwanese American East Conference	-	2,000
Tainan City Social Assistance Account	For the Earthquake relief in Tainan	-	60,000
TCC of Oregon	Community Service Program	-	2,000
Tsung-Yei Tang	Scholarship for advance Study	-	10,000
WTCC Taipei	For the Earthquake relief in Ecuador	3,667	38,700
Yuan-Shang Chang	Scholarship for advance Study	10,000	10,000
TCC of Greater Salt Lake	homeless families aid	1,500	-
HOOP Peru	Community health program	8,757	-
TAA Houston	art and cultural festival and	500	-

See Independent Auditor's Report.

STUF United Fund Inc.  
Notes to Financial Statements  
For the years ended December 31, 2017 and 2016

	activities		
Metea Valley High School	arts and musical activities	1,000	-
Wenzao Ursuline University	Life Education Project	92,025	-
TCGH	art and cultural festival and activities	1,000	-
FESCC	art and cultural festival and activities	2,000	-
CTEP	education and employment program	25,000	-
The Mustard Seed Mission	Agape Children's Home reconstruction	5,305	-
Yin-Chin Scholarship	scholarship	60,000	-
Greater Houston Community Foundation	Hurricane Harvey Disaster Relief	261,220	-
The Mustard Seed Mission	Agape Children's Home reconstruction	3,210	-
<b>Total</b>		<b>\$650,167</b>	<b>\$1,582,717</b>

NOTE 8 – SUBSEQUENT EVENTS

The Organization has evaluated subsequent events through the date the financial statements were issued, March 05, 2018.

See Independent Auditor's Report.