

Spring Meadow Resources, Inc.

Reviewed Financial Statements

Years ended June 30, 2016 and 2015

WIPFLI^{LLP}
CPAs and Consultants



Independent Accountant's Review Report

To the Board of Directors of
Spring Meadow Resources, Inc.
Helena, Montana

We have reviewed the accompanying financial statements of Spring Meadow Resources, Inc., which comprise the statement of financial position as of June 30, 2016, and the related statements of activities and changes in net assets and cash flows for the year then ended and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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; 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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States.

Prior Period Financial Statements

The 2015 financial statements were audited by us and we expressed an unmodified opinion on them in our report dated December 15, 2015, but we have not performed any auditing procedures since that date.

Report on Summarized Comparative Information

We have previously audited the Spring Meadow Resources, Inc.'s 2015 financial statements, and our report dated December 15, 2015, expressed an unmodified opinion on those financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2016, is consistent, in all material respects, with the audited financial statements from which it was derived.

A handwritten signature in cursive script that reads "Wipfli LLP".

Wipfli LLP

October 21, 2016
Helena, MT

Spring Meadow Resources, Inc.

Statements of Financial Position

<i>As of June 30,</i>	2016 (Reviewed)	2015 (Audited)
Assets		
Current assets:		
Cash and cash equivalents	\$ 514,060	\$ 438,481
Government contracts receivable	244,368	234,150
Other accounts receivable	1,905	2,289
Inventory	2,674	-
Prepaid expenses	-	2,318
Total current assets	763,007	677,238
Endowment investments:		
Restricted cash and cash equivalents	15,800	15,811
Long-term investments:		
Mutual funds	226,681	215,705
Certificates of deposit	63,230	62,914
Total long-term investments	289,911	278,619
Property and equipment:		
Buildings and improvements	3,415,298	3,009,745
Furniture and equipment	116,138	80,219
Vehicles	308,866	292,866
	3,840,302	3,382,830
Less accumulated depreciation	(1,849,542)	(1,767,519)
	1,990,760	1,615,311
Land	279,959	204,959
Construction in progress	56,825	-
Total property and equipment, net	2,327,544	1,820,270
TOTAL ASSETS	\$ 3,396,262	\$ 2,791,938

Spring Meadow Resources, Inc.

Statements of Financial Position (Continued)

<i>As of June 30,</i>	2016 (Reviewed)	2015 (Audited)
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 43,298	\$ 25,113
Accrued salaries, payroll taxes and benefits	147,750	128,042
Accrued leave	64,702	90,716
Deferred revenue	2,535	5,188
Current maturities of long-term debt	85,231	69,935
Current maturities of capital lease	-	3,442
Total current liabilities	343,516	322,436
Long-term debt, less current maturities	640,568	358,927
Total liabilities	984,084	681,363
Net Assets:		
Unrestricted		
Board designated	124,836	95,407
Unrestricted	2,271,592	1,999,418
Permanently restricted	15,750	15,750
Total net assets	2,412,178	2,110,575
TOTAL LIABILITIES AND NET ASSETS	\$ 3,396,262	\$ 2,791,938

See Independent Accountant's Review Report

See Accompanying Notes to Financial Statements.

Spring Meadow Resources, Inc.

Statements of Activities and Changes in Net Assets

Years Ended June 30,	2016 (Reviewed)			2015 (Audited)	
	Unrestricted	Temporarily Restricted	Permanently Restricted	Total	Total
Support and other income:					
Contracts, client income and services	\$ 584,054	\$ 2,960,142	\$ -	\$ 3,544,196	\$ 3,266,944
Other income	38,509	-	-	38,509	16,783
Food stamps income	-	-	-	-	10,404
Contributions	1,149	-	-	1,149	5,434
Realized and unrealized gains	7,834	-	-	7,834	5,926
Interest and dividend income	3,907	-	-	3,907	4,149
Net assets released from restrictions	2,960,142	(2,960,142)	-	-	-
Total support and other income	3,595,595	-	-	3,595,595	3,309,640
Expenses:					
Salaries and benefits	2,454,095	-	-	2,454,095	2,411,425
Taxes, payroll and property	160,836	-	-	160,836	159,967
Insurance	131,178	-	-	131,178	108,182
Food	96,639	-	-	96,639	98,470
Depreciation	82,023	-	-	82,023	73,708
Utilities	74,341	-	-	74,341	77,355
Travel	71,268	-	-	71,268	73,017
Equipment repairs	48,501	-	-	48,501	50,958
Building repairs and maintenance	29,580	-	-	29,580	40,283
Interest	26,461	-	-	26,461	27,199
Rent	21,005	-	-	21,005	20,793
Small equipment purchases	15,814	-	-	15,814	10,667
Telephone	14,603	-	-	14,603	12,175
Household supplies	11,383	-	-	11,383	10,414
Professional services	11,351	-	-	11,351	8,114
Miscellaneous other expenses	10,315	-	-	10,315	10,892
Medical supplies	9,316	-	-	9,316	7,660
Fundraising expenses	9,194	-	-	9,194	4,872
Office supplies	8,403	-	-	8,403	7,040
Training and education	5,473	-	-	5,473	6,128
Dues and subscriptions	2,213	-	-	2,213	446
Total expenses	3,293,992	-	-	3,293,992	3,219,765
Change in net assets	301,603	-	-	301,603	89,875
Net assets, beginning of year	2,094,825	-	15,750	2,110,575	2,020,700
Net assets, end of year	\$ 2,396,428	\$ -	\$ 15,750	\$ 2,412,178	\$ 2,110,575

See Independent Accountant's Review Report

See Accompanying Notes to Financial Statements.

Spring Meadow Resources, Inc.

Statements of Cash Flows

<i>Years Ended June 30,</i>	2016 (Reviewed)	2015 (Audited)
Cash flows from operating activities:		
Change in net assets	\$ 301,603	\$ 89,875
Adjustments to reconcile change in net assets to net cash from operating activities:		
Depreciation expense	82,023	73,708
Realized and unrealized (gains) losses on investments	(7,834)	(5,926)
(Increase) decrease in operating assets:		
Accounts and contracts receivable	(9,834)	(23,545)
Inventory	(2,674)	-
Prepaid expenses	2,318	22,905
Increase (decrease) in operating liabilities:		
Accounts payable	18,185	(12,222)
Accrued salaries, payroll taxes and benefits	19,708	16,591
Accrued leave	(26,014)	1,789
Deferred revenue	(2,653)	5,188
Net cash provided by operating activities	374,828	168,363
Cash flows from investing activities:		
Purchase of investments, including permanently restricted	(3,447)	(66,527)
Proceeds from maturities of certificates of deposit	-	62,914
Purchase of capital assets	(589,297)	(30,574)
Net cash used in investing activities	(592,744)	(34,187)
Cash flows from financing activities:		
Payments on long-term capital lease	(3,442)	(3,042)
Payments on long-term debt	(73,063)	(66,195)
Advances on long-term debt	370,000	-
Net cash provided by (used in) financing activities	293,495	(69,237)
Net change in cash	75,579	64,939
Cash and cash equivalents, beginning of year	438,481	373,542
Cash and cash equivalents, end of year	\$ 514,060	\$ 438,481
Supplemental Disclosure		
Interest paid	\$ 26,461	\$ 27,199

See Independent Accountant's Review Report

See Accompanying Notes to Financial Statements.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Nature of Operations

Spring Meadow Resources, Inc. (the Organization) is a private, not-for-profit corporation located in Helena, Montana, which provides services to individuals with developmental disabilities in various group homes and other residential rental facilities. Additionally, the Organization provides supported employment opportunities for developmentally disabled individuals.

Basis of Accounting

The financial statements of the Organization have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables and other liabilities. Under this method, revenues are recognized in the accounting period in which they are earned and become measurable. Expenditures are recorded when the liability for them is initially incurred.

Use of Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Basis of Presentation

Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB). The Organization is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets.

Unrestricted net assets are assets that have no donor restrictions on their use and donor-restricted assets whose restrictions are met in the same reporting period. Unrestricted net assets are available to be used by the Organization as necessary.

Board designations, which are voluntary board-approved segregations of net assets for specific purposes, projects, or investments, are also a part of unrestricted net assets.

Temporarily restricted net assets are subject to donor-imposed stipulations that may or may not be met, either by actions of the Organization and/or the passage of time. When a restriction expires, temporarily restricted net assets are transferred to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. The Organization currently has no temporarily restricted net assets.

Permanently restricted net assets are subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on any related investments for general or specific purposes.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Cash and Cash Equivalents

For the purposes of the statement of cash flows, the Organization considers all highly liquid depository accounts and short-term investments with a maturity of three months or less to be cash and cash equivalents.

Contracts and Accounts Receivable and Allowance For Doubtful Accounts

Accounts receivable are stated at unpaid balances, less an allowance for doubtful accounts if determined necessary by management. The Organization provides for losses on accounts receivable using the allowance method. The allowance is based on experience, third-party contracts, and other circumstances, which may affect the ability of individuals to meet their obligations. Receivables are considered impaired if full payments are not received in accordance with the contractual terms. It is the Organization's policy to charge off uncollectible accounts receivable when management determines the receivable will not be collected. No allowance for doubtful accounts was recorded in the accompanying financial statements as all accounts were collected after year end.

Inventory

Inventories, consisting mainly of food, are stated at the lower of cost, determined on the first-in, first-out (FIFO) method, or market.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Unrealized and realized gains and losses are included in the change in net assets.

Property, Equipment and Depreciation

The Organization's property and equipment is reported at cost, or if donated, at fair value at the date of donation. The Organization's policy is to capitalize all property and equipment expenditures exceeding \$2,500 and having an estimated service life of more than 1 year. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives of primarily forty years for buildings, five and seven years for equipment, and ten years for vehicles. The straight-line method of depreciation is followed for all assets. Depreciation expense for the years ended June 30, 2016 and 2015 was \$82,023 and \$73,708, respectively.

Income Taxes

The Organization has been exempted from federal income taxation under the provisions of Internal Revenue Code Section 501(c)(3), and from state income taxation under Section 84-1501, Revised Codes of Montana. The Organization's Form 990, *Return of Organization Exempt from Income Tax*, for the years ending June 30, 2012, 2013, 2014 and 2015 is subject to examination by the IRS, generally for three years after it is filed.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Donor-Restricted Gifts or Grants

Unconditional promises to give or grants of cash and other assets to the Organization are reported at fair value at the date the promise is received. Conditional promises to give and indications of intentions to give are reported at fair value at the date the gift is received. The gifts or grants are reported as either temporarily or permanently restricted support if they are received with donor or grantor stipulations that limit the use of the donated assets. When a donor or grantor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, temporarily restricted net assets are reclassified as unrestricted net assets and reported in the statement of operations as net assets released from restrictions.

Reclassifications

Certain reclassifications have been made to the June 30, 2015 financial statements to conform to the June 30, 2016 presentation. These reclassifications have no effect on total net assets or changes in net assets.

Subsequent Events

Management has performed an analysis of the activities and transactions subsequent to June 30, 2016 to determine the need for any adjustments to and/or disclosures within the audited financial statements for the year ended June 30, 2016. Management has performed this analysis through October 21, 2016, the date the financial statements were available to be issued. There were no material subsequent events that required recognition or additional disclosure in these financial statements.

Note 2: Concentrations of Credit Risk

Client income and services revenue was derived under third-party reimbursement contracts. These revenues are based primarily on year-to-year agreements with the Montana State Department of Public Health and Human Services (DPHHS) to provide services for individuals with developmental disabilities.

During the years ended June 30, 2016 and 2015, the Organization's revenue for these services totaled \$2,960,142 (82% of total revenue) and \$2,720,593 (82% of total revenue), respectively. Of the accounts receivable at June 30, 2016 and 2015, \$244,368 (99% of total accounts receivable) and \$234,150 (99% of total accounts receivable), respectively, is due from the Montana State Department of Public Health and Human Services.

The Organization maintains its operating cash balances in one financial institution located in Helena, Montana. The cash balances are insured by the Federal Deposit Insurance Corporation (FDIC). The balances, at times during the year, may exceed federally insured limits \$250,000. The Organization did not have any uninsured cash as of June 30, 2016.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 3: Investments

Investments are carried at fair market value, and realized and unrealized gains and losses are reflected in the statement of activities. The components of investments at June 30, are as follows:

<i>Years Ended June 30,</i>	2016 (Reviewed)		
	Cost	Fair Value	Unrealized Gain
Unrestricted:			
Mutual funds	\$ 170,926	\$ 226,681	\$ 55,755
Total	\$ 170,926	\$ 226,681	\$ 55,755

<i>Years Ended June 30,</i>	2015 (Audited)		
	Cost	Fair Value	Unrealized Gain
Unrestricted:			
Mutual funds	\$ 157,165	\$ 215,705	\$ 58,540
Total	\$ 157,165	\$ 215,705	\$ 58,540

Note 4: Fair Value Measurements

That framework for measuring fair value 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 measurement) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of fair value hierarchy under the “Fair Value Measurement” guidance are described as follows:

Level 1

Values are based on unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities. An active market is a market in which transactions for the asset or liability occur with sufficient frequency and volume to provide pricing information on an ongoing basis.

Level 2

Values are based on (a) quoted prices for similar assets or liabilities in active markets; (b) quoted prices for identical or similar assets or liabilities in non-active markets; or (c) inputs other than quoted prices that are observable for the asset or liability; or (d) inputs that are derived principally from or corroborated by observable market data by correlation or other means.

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3

Values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 4: Fair Value Measurements (Continued)

The asset 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.

Following is a description of the valuation methodologies used for assets measured at fair value.

Mutual funds: Valued at the daily closing price as reported by the fund. Mutual funds held by the Organization are open-end mutual funds that are registered with the SEC. These funds are required to publish daily net asset value (NAV) and to transact at that price. The mutual funds held by the organization are deemed to be actively traded.

The preceding method described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Organization believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following tables sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2016 and 2015:

	Assets at Fair Value as of June 30, 2016 (Reviewed)			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 226,681	\$ -	\$ -	\$ 226,681
Total assets at fair value	\$ 226,681	\$ -	\$ -	\$ 226,681

	Assets at Fair Value as of June 30, 2015 (Audited)			
	Level 1	Level 2	Level 3	Total
Mutual funds	\$ 215,705	\$ -	\$ -	\$ 215,705
Total assets at fair value	\$ 215,705	\$ -	\$ -	\$ 215,705

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 5: Buildings, Improvements and Land

The Organization purchased a new group home in Helena, MT in March, 2016 located at 701-703 Hoback Street. The home was available for use during the year ended June 30, 2016, but was not occupied by the Organization's clients until July 1, 2016.

During the year ended June 30, 2016, the Organization also began construction on the remodel of its Waukesha home. The costs as of June 30, 2016 were added to the statement of financial position as construction in progress in the amount of \$56,825. The remodel will be capitalized under the Organization's capitalization policy once it is complete and all associated costs and accumulated depreciation of the prior structure, removed from the statement of financial position and recorded on the statement of activities.

A summary of buildings, improvements and land is as follows as of June 30:

Location/Description	2016 (Reviewed)		2015 (Audited)	
	Buildings and Improvements	Land	Buildings and Improvement	Land
Tamarack Street	\$ 127,365	\$ 4,900	\$ 127,365	\$ 4,900
Waukesha	277,437	9,850	277,437	9,850
Motor home	162,704	9,843	162,704	9,843
Broadwater Avenue	997,528	22,000	995,668	22,000
Seven Plex	405,189	41,319	405,189	41,319
Three Plex	292,000	48,266	292,000	48,266
Hudson Street	677,218	68,781	677,218	68,781
Hoback	403,693	75,000	-	-
Pavillion	61,115	-	61,115	-
Pond improvements	11,049	-	11,049	-
Totals	\$ 3,415,298	\$ 279,959	\$ 3,009,745	\$ 204,959

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 6: Long-term Debt

Long-term debt as of June 30, consists of:

	2016 (Reviewed)	2015 (Audited)
Montana Health Facility Authority		
This note was refinanced in November 2008; payments are \$2,817 per month, which includes a fixed interest rate of 5.93%. The note is secured by real property located on Hudson Street, Helena, Montana and matures in September 2020.	\$ 126,654	\$ 152,126
Montana Facility Finance Authority		
Bond payable in bi-annual installments of \$29,398, including interest at 5.38%. The bond is secured by real property located at 2850 Broadwater Avenue, Helena, Montana and matures in November 2020	232,239	276,736
Bond payable in monthly installments of \$2,263, including interest at 4.11%. The bond is secured by real property located at 701-703 Hoback Street, Helena, Montana and matures in March 2036.	366,906	-
Total debt	725,799	428,862
Less: current portion	(85,231)	(69,935)
Total long-term debt	\$ 640,568	\$ 358,927

Aggregate maturities of long-term debt for the five years following June 30, 2016 are:

2017	\$ 85,231
2018	90,966
2019	95,961
2020	101,172
2021	51,482
Thereafter	300,987
Total	\$ 725,799

Note 7: Board Designated Net Assets

The Board of Directors of Spring Meadow Resources, Inc. has designated from unrestricted net assets the amount of thirteen months of principal and interest payments on long-term debt. The amount of board designated net assets as of June 30, 2016 and 2015 was \$124,836 and \$95,407, respectively.

Note 8: Temporarily Restricted Net Assets

The Organization receives reimbursement contract revenue from the State of Montana to provide services for individuals with developmental disabilities. The Organization has met all restrictions on this revenue as of June 30, 2016 and 2015 and therefore all revenues were released from their temporary restrictions.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 9: Permanently Restricted Net Assets

Permanently restricted net assets consist of endowment fund assets to be held indefinitely. The income from the assets can be used to support the Organization's general activities. The balance of the permanently restricted net assets as of both June 30, 2016 and 2015 was \$15,750.

Note 10: Retirement Plan

The Organization has adopted a Tax Sheltered Annuity Plan for its eligible employees. Employees are eligible after completion of one year of service. Employee contributions to the plan may range from 0-15% and are funded throughout the year. Retirement plan expense for the employer's matching contribution for the years ended June 30, 2016 and 2015 was \$58,854 and \$57,421, respectively.

Note 11: Self Insurance

Pursuant to State of Montana regulations applicable to non-profit organizations, the Organization has elected to be self insured on claims for unemployment compensation. During the fiscal years ended June 30, 2016 and 2015, the Organization incurred claims for unemployment compensation in the amount of \$11,084 and \$1,743, respectively. Management has not recorded a liability for claims incurred but not reported because management believes the amount of the estimate is not material to these financial statements taken as a whole.

Note 12: Contingent Liabilities

The State of Montana provided financial support and has established a right of re-entry in an initial amount of \$160,000 on two of the residential facilities owned by the Organization. The right of re-entry operates to revert the property to the State in the event that the Organization fails to use the facility for the purpose of providing services to persons with developmental disabilities.

Note 13: Cash in Client Personal Funds

The Organization provides assistance to its clients in managing their personal funds. The balance of the clients' personal funds held in trust by the Organization at June 30, 2016 and 2015 was \$4,735 and \$6,310, respectively.

Note 14: Commitments

In April 2014, the organization agreed to an operating lease contract requiring 60 payments of \$230 on the 20th of each month ending in March 2019. This lease generally requires the Organization to pay all executory costs such as taxes, maintenance, and insurance. Rental expenses for the lease consisted of \$2,763 and \$2,793 for the years ended June 30, 2016 and 2015, respectively.

Spring Meadow Resources, Inc.

Notes to Financial Statements

Note 14: Commitments (Continued)

Future minimum lease payments under the operating lease as of June 30, 2016 are as follows:

2017	\$	2,763
2018		2,763
2019		2,073
<u>Total</u>	<u>\$</u>	<u>7,599</u>

The Organization entered into a capital lease on May 22, 2013 with De Lange Landen Financial Services for the lease of a file server and backup server. These assets were capitalized for \$12,990 and \$3,300, respectively. The capital lease is for 36 months with payments of \$307 and a bargain purchase price of \$1 at the end of the lease. As of June 30, 2016, this lease was completed, and the equipment was purchased by the Organization for the bargain price.

Note 15: Functional Expenses

In compliance with required reporting requirements, expenses by function are as follows for the years ended June 30:

<i>Years Ended June 30,</i>	2016 (Reviewed)	2015 (Audited)
Program:		
Program expenses	\$ 2,974,316	\$ 2,842,798
Supporting:		
General and administrative	319,676	376,967
Total expenses	\$ 3,293,992	\$ 3,219,765

Note 16: Endowment Net Assets

The Endowment includes funds designated by donor-restricted endowment funds. As required by GAAP, net assets associated with endowment funds, are classified and reported based upon the existence or absence of donor-imposed restrictions. The Organization has interpreted and is following the Montana Uniform Prudent Management of Institutional Funds Act (MUPMIFA), requiring the preservation of fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary.