

BSCS SCIENCE LEARNING

**Financial Statements
& Supplemental Schedules**

For the Year Ended December 31, 2017

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
BSCS Science Learning
Colorado Springs, Colorado

Report on the Financial Statements

We have audited the accompanying financial statements of BSCS Science Learning (a nonprofit corporation), which comprise the statement of financial position as of December 31, 2017, and the related statements of activities and cash flows for the year 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 BSCS Science Learning as of December 31, 2017, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

We have previously audited BSCS Science Learning's 2016 financial statements, and our report dated June 9, 2017, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2016, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Matters

Supplementary and Other Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of functional expenses is presented for purposes of additional analysis and is not a required part of the financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, is presented for purposes of additional analysis and is also not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 18, 2018, on our consideration of BSCS Science Learning's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of BSCS Science Learning's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering BSCS Science Learning's internal control over financial reporting and compliance.

Waugh & Goodwin, LLP

Colorado Springs, Colorado
June 18, 2018

BSCS SCIENCE LEARNING
Statement of Financial Position
December 31, 2017
(With Comparative Amounts for 2016)

	<u>2017</u>	<u>2016</u>
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 2,366,733	\$ 605,286
Accounts receivable	475,543	487,662
Prepaid expenses and deposits	<u>5,678</u>	<u>3,353</u>
Total current assets	2,847,954	1,096,301
LONG-TERM INVESTMENTS	1,669,720	1,351,127
PROPERTY AND EQUIPMENT, at cost:		
Building, land and improvements	1,336,820	1,271,217
Furniture and equipment	231,350	245,335
Less accumulated depreciation	<u>(1,152,923)</u>	<u>(1,112,472)</u>
Property and equipment - net	<u>415,247</u>	<u>404,080</u>
TOTAL ASSETS	<u>\$ 4,932,921</u>	<u>\$ 2,851,508</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 424,028	\$ 385,101
Project advances	1,258,868	293,942
Line of credit	145,000	145,000
Current portion of capital lease	<u>11,493</u>	<u> </u>
Total current liabilities	1,839,389	824,043
ANNUITY PAYABLE	3,556	3,556
LONG-TERM CAPITAL LEASE OBLIGATIONS	<u>49,654</u>	<u> </u>
Total liabilities	1,892,599	827,599
NET ASSETS:		
Unrestricted	1,109,052	591,697
Unrestricted - Board designated	1,019,808	664,882
Temporarily restricted	38,718	38,214
Permanently restricted	<u>872,744</u>	<u>729,116</u>
Total net assets	<u>3,040,322</u>	<u>2,023,909</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 4,932,921</u>	<u>\$ 2,851,508</u>

See Notes to Financial Statements

BSCS SCIENCE LEARNING
Statement of Activities and Changes in Net Assets
For the Year Ended December 31, 2017
(With Comparative Totals for 2016)

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Permanently Restricted</u>	<u>2017 Totals</u>	<u>2016 Totals</u>
SUPPORT AND REVENUE:					
Grants from National Science Foundation	\$ 4,564,659	\$	\$	\$ 4,564,659	\$ 4,189,863
Foundation revenue	772,598			772,598	314,356
Contributions and other public support	759,120	761	10,500	770,381	23,729
Grants from Department of Health and Human Services	282,460			282,460	294,752
Unrealized gains on investments	131,665	3,881	99,943	235,489	83,049
Contract revenue	119,047			119,047	129,608
Participant fees	111,112			111,112	44,613
Grants from Department of Education	55,364			55,364	30,292
Interest and dividends	13,917	1,001	29,356	44,274	27,047
Realized gains on sale of investments	16,577	76	12,929	29,582	4,674
Royalties - net	23,864			23,864	33,752
Permission income	18,090			18,090	350
Other income	8,712			8,712	9,575
Satisfied program restrictions	<u>14,315</u>	<u>(5,215)</u>	<u>(9,100)</u>		
Total revenue	6,891,500	504	143,628	7,035,632	5,185,660
EXPENSES:					
Program services:					
Federally funded projects	4,917,723			4,917,723	4,524,590
Foundation funded projects	779,839			779,839	411,148
Other funded projects	128,642			128,642	42,316
School funded projects	<u>94,766</u>			<u>94,766</u>	<u>34,915</u>
Total program services	5,920,970			5,920,970	5,012,969
Supporting services:					
General and administrative	77,521			77,521	133,697
Marketing and development	<u>20,728</u>			<u>20,728</u>	<u>34,780</u>
Total supporting services	<u>98,249</u>			<u>98,249</u>	<u>168,477</u>
Total expenses	<u>6,019,219</u>			<u>6,019,219</u>	<u>5,181,446</u>
CHANGE IN NET ASSETS	872,281	504	143,628	1,016,413	4,214
NET ASSETS, beginning of year	<u>1,256,579</u>	<u>38,214</u>	<u>729,116</u>	<u>2,023,909</u>	<u>2,019,695</u>
NET ASSETS, end of year	<u>\$ 2,128,860</u>	<u>\$ 38,718</u>	<u>\$ 872,744</u>	<u>\$ 3,040,322</u>	<u>\$ 2,023,909</u>

See Notes to Financial Statements

BSCS SCIENCE LEARNING
Statement of Cash Flows
For the Year Ended December 31, 2017
(With Comparative Amounts for 2016)

	<u>2017</u>	<u>2016</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 1,016,413	\$ 4,214
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	54,436	57,570
Contributions and earnings permanently restricted	(152,727)	(15,156)
Net realized and unrealized gains on long-term investments	(152,199)	(87,007)
(Increase) decrease in assets:		
Accounts receivable	12,119	(209,402)
Prepaid expenses and deposits	(2,325)	3,012
Increase (decrease) in liabilities:		
Accounts payable and accrued expenses	38,927	164,246
Project advances	<u>964,926</u>	<u>234,700</u>
Total adjustments	<u>763,157</u>	<u>147,963</u>
Net cash provided by operating activities	1,779,570	152,177
CASH FLOWS FROM INVESTING ACTIVITIES:		
Acquisition of property and equipment		(13,244)
Purchase of long-term investments	(294,079)	(246,984)
Proceeds from sale of long-term investments	<u>127,685</u>	<u>271,045</u>
Net cash provided (used) by investing activities	(166,394)	10,817
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from line of credit		145,000
Principal payments on capital lease	(4,456)	
Contributions and earnings permanently restricted	152,727	15,156
Change in value of annuity payable	<u> </u>	<u>(163)</u>
Net cash provided by financing activities	<u>148,271</u>	<u>159,993</u>
NET INCREASE IN CASH	1,761,447	322,987
CASH AND CASH EQUIVALENTS, beginning of year	<u>605,286</u>	<u>282,299</u>
CASH AND CASH EQUIVALENTS, end of year	<u>\$ 2,366,733</u>	<u>\$ 605,286</u>

See Notes to Financial Statements

BSCS SCIENCE LEARNING
Notes to Financial Statements
For the Year Ended December 31, 2017

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Purpose

BSCS Science Learning (the Corporation) is a Colorado nonprofit corporation. Established in 1958 by a grant from the National Science Foundation to the education committee of the American Institute of Biological Sciences, it has been committed to interpreting the latest in scientific information for a variety of audiences, and to developing innovative curricula that allow students of all ages access to the best science education, providing professional development for educators and conducting research and evaluation in science education. The Corporation seeks funds to design, develop, support and evaluate new approaches to science teaching and learning for all grade levels.

Income Tax

The Corporation is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code of 1986. The Corporation qualifies for charitable contribution deductions under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2). The Corporation does not engage in any activities not directly related to its tax-exempt purpose that would be subject to income tax.

The Corporation's form 990, Return of Organization Exempt from Income Tax, is subject to examination by various taxing authorities, generally for three years after the date filed. Management of the Corporation believes that it does not have any uncertain tax positions that are material to the financial statements.

Cash and Cash Equivalents

Cash and cash equivalents consist of the Corporation's checking and money market accounts.

The Corporation maintains its cash and cash equivalents in a commercial bank and in money market funds managed by a brokerage firm. In the event of a bank or fund failure, the Corporation could suffer a loss to the extent its deposits exceeded the respective bank or brokerage firm's insurance limits.

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Supplemental Cash Flow Disclosures

The Corporation paid interest of \$1,382 and \$2,581 for the years ended December 31, 2017 and 2016, respectively. The Corporation paid no income taxes either year.

During the year ended December 31, 2017, the Corporation acquired equipment of \$65,603 in a noncash transaction. The equipment was acquired through a capital lease.

Accounts Receivable

Accounts receivable are stated at the amount management expects to collect from balances outstanding at year end. Based on management's assessment of the credit history with customers having outstanding balances and current relationships with them, it has concluded that realization losses on balances outstanding at year-end will be immaterial. Therefore, no allowance for uncollectible accounts is considered necessary.

Projects in Progress

The Corporation recognizes revenues on grants and contracts to the extent of related expenditures. Amounts received on grants and contracts in excess of expenditures on each respective project are recorded as project advances. Expenditures on projects in excess of amounts received on related grants and contracts are recorded as accounts receivable.

Depreciation

Building, land, furniture and equipment are recorded at cost. Depreciation is recorded using the straight-line method over an estimated useful life of thirty years for the building and three to fifteen years for other property and equipment. Depreciation expense for the years ended December 31, 2017 and 2016, was \$54,436 and \$57,570, respectively.

Contributions

Gifts of cash and other assets are reported as restricted support if they are received with donor stipulations that limit the use of donated assets. When a restriction expires, that is, when a stipulated time restriction ends, or a purpose restriction is accomplished, restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Notes to Financial Statements

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

Royalties

The Corporation recognizes revenue from royalties as amounts are received from various publishers. Revenue is recorded net of amounts payable to other parties.

Functional Allocation of Expenses

The costs of providing the various programs and activities have been summarized on a functional basis in the statement of activities and changes in net assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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. This will affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates.

Economic Dependency

The Corporation is economically dependent on grants and contracts from the federal government and foundations in order to sustain its operations at current levels.

Prior-Year Comparisons

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Corporation's financial statements for the year ended December 31, 2016, from which the summarized information was derived.

Date of Management's Review

In preparing the financial statements, the Corporation has evaluated events and transactions for potential recognition or disclosure through June 18, 2018, the date that the financial statements were available to be issued.

Notes to Financial Statements

B. FAIR VALUE MEASUREMENTS

The Corporation applies Generally Accepted Accounting Principles (GAAP) for fair value measurements of financial assets that are recognized or disclosed at fair value in the financial statements on a recurring basis. GAAP 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 measurements involving significant unobservable inputs (Level 3 measurements). The three levels of fair value hierarchy are as follows:

- Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the Corporation has the ability to access at the measurement date.
- Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3 inputs are unobservable inputs for the asset or liability.

The level in the fair value hierarchy within which a fair measurement in its entirety falls is based on the lowest level input that is significant to the fair value measurement in its entirety.

The following tables present assets that are measured at fair value on a recurring basis at December 31, 2017 and 2016:

Assets at Fair Value as of December 31, 2017

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Corporate stocks	\$ 1,428,167	\$	\$	\$ 1,428,167
Mutual funds	143,019			143,019
Exchange traded funds	<u>98,534</u>	<u></u>	<u></u>	<u>98,534</u>
	<u>\$ 1,669,720</u>	<u>\$</u>	<u>\$</u>	<u>\$ 1,669,720</u>

Notes to Financial Statements

B. FAIR VALUE MEASUREMENTS - Continued

Assets at Fair Value as of December 31, 2016

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Corporate stocks	\$ 982,779	\$	\$	\$ 982,779
Mutual funds	286,550			286,550
Exchange traded Funds	<u>81,798</u>	<u></u>	<u></u>	<u>81,798</u>
	<u>\$ 1,351,127</u>	<u>\$</u>	<u>\$</u>	<u>\$ 1,351,127</u>

C. RETIREMENT PLANS

The Corporation participates in the Teachers Insurance and Annuity Association and/or College Retirement Equities Fund (TIAA-CREF) retirement plan for all staff members on salaried appointments.

The Corporation contributes 8% of regular compensation after one year of employment.

For the years ended December 31, 2017 and 2016, contributions to the TIAA-CREF plan were \$190,704 and \$172,208, respectively.

During the year ended December 31, 2003, the Corporation adopted a 457(b) deferred compensation plan that covers certain key employees. Eligible employees are allowed to make elective deferrals up to the maximum amount permitted by law. The Corporation does not make any matching contributions to this plan.

D. LINE OF CREDIT

The Corporation has a \$200,000 line of credit available with a financial institution, which is secured by its corporate office building. The interest rate on the outstanding balance is a variable rate relative to the bank's prime interest rate. At December 31, 2017 and 2016, the Corporation had no outstanding borrowings.

The Corporation also has a line of credit available with an investment company, which is secured by the portfolio balance. The interest rate on the outstanding balance is a variable rate, relative to the investment company's prime interest rate. At December 31, 2017 and 2016, the Corporation had \$145,000 outstanding on the line of credit.

Notes to Financial Statements

E. ENDOWMENT AND QUASI-ENDOWMENT

The Corporation has adopted investment and spending policies based on the Colorado Uniform Prudent Management of Institutional Funds Act (UPMIFA). As a result of the Corporation's interpretation of UPMIFA, and in accordance with donor restrictions, contributions to this fund are classified as permanently restricted net assets. The historic dollar value of those contributions must be maintained intact. The earnings of the fund are treated as additions to the permanently restricted net assets until the value of this fund reaches \$1,000,000.

These funds are invested in stocks, mutual funds and cash equivalents, pursuant to the Corporation's spending objectives of subjecting the fund to low investment risk and providing support for programs.

	Board Designated Quasi- <u>Endowment</u>	Permanently <u>Restricted</u>	<u>Total</u>
Endowment net assets, January 1, 2016	\$	\$ 679,350	\$ 679,350
Contributions		15,156	15,156
Investment gain		44,674	44,674
Expenditures		<u>(10,064)</u>	<u>(10,064)</u>
Endowment net assets, December 31, 2016		729,116	729,116
Contributions	200,000	10,500	210,500
Investment gain		142,228	142,228
Expenditures		<u>(9,100)</u>	<u>(9,100)</u>
Endowment net assets, December 31, 2017	<u>\$ 200,000</u>	<u>\$ 872,744</u>	<u>\$1,072,744</u>

F. UNRESTRICTED NET ASSETS

The Corporation received a significant unrestricted contribution during the year ended December 31, 2017. A portion of the contribution was designated by the Board of Directors as a quasi-endowment. The remaining portion of the contribution will be used in future years to develop programs.

Notes to Financial Statements

G. BOARD DESIGNATED NET ASSETS

The Board of Directors has designated a portion of the unrestricted net assets for the purposes listed below. The spending rule for future operations and programs imposed by the Board of Directors allows corporate officers to authorize withdrawals of up to 5% of the prior 24 months rolling mean. Additional withdrawals from this fund require approval by the Board of Directors.

	<u>2017</u>	<u>2016</u>
Future operations and programs	\$ 819,808	\$ 664,882
Quasi-endowment	<u>200,000</u>	<u> </u>
	<u>\$ 1,019,808</u>	<u>\$ 664,882</u>

H. TEMPORARILY RESTRICTED NET ASSETS

At December 31, 2017, temporarily restricted net assets in the amount of \$38,718 are available to support an annual employee recognition dinner in honor of Susan Loucks-Horsley, a former associate director of the Corporation. During the year ended December 31, 2017, \$5,215 was spent to meet these restrictions and is reported as satisfied program restrictions in the accompanying financial statements.

I. PERMANENTLY RESTRICTED NET ASSETS

Permanently restricted net assets consist of an endowment fund made up of gifts that must be used in compliance with the terms and conditions of the donation. As discussed in Note E, the earnings of the fund are treated as additions to the permanently restricted net assets until the value of this fund reaches \$1,000,000.

No amount has been taken out of the endowment funds to support operations.

At December 31, 2017 and 2016, the balance consisted of the following:

	<u>2017</u>	<u>2016</u>
Principal	\$ 508,824	\$ 498,324
Earnings from investments, net	<u>363,920</u>	<u>230,792</u>
	<u>\$ 872,744</u>	<u>\$ 729,116</u>

Notes to Financial Statements

J. CHARITABLE GIFT ANNUITY

In November of 1997, the Corporation entered into a charitable gift annuity agreement in the amount of \$10,000. As part of this agreement, the Corporation has agreed to pay \$700 per year to the donor's daughter. The assets received were invested with the Corporation's endowment funds at a brokerage firm. A liability in the amount of \$7,743 was recorded as the present value of the amount that the Corporation is expecting to pay to the beneficiary over her life expectancy of 22 years. An interest rate of 7% has been used in calculating the present value. A donation of \$2,257 was recorded in the permanently restricted fund.

As of December 31, 2017 and 2016, the Corporation has recorded \$3,556 as an annuity payable on the statement of financial position.

K. RELATED PARTY TRANSACTIONS

Several companies affiliated with board members made grants to the Corporation to support various programs.

L. OPERATING LEASES

The Corporation has an operating lease agreement for a copier which commenced in July 2014 and expires in June 2019. Monthly lease payments are \$231.

Future minimum lease payments for the years ended December 31 under this lease agreement are as follows:

2018	\$	2,772
2019		1,386

Rental expense for the years ended December 31, 2017 and 2016 for this lease was \$2,772.

M. CAPITAL LEASE

Equipment under a capital lease consists of HVAC rooftop units with a cost of \$65,603. The units will be placed in service in 2018, no depreciation expense or accumulated depreciation has been recorded as of December 31, 2017. The lease includes a \$1 purchase option at the end of the lease period.

Notes to Financial Statements

M. CAPITAL LEASE - Continued

Future minimum lease payments for the years ended December 31 under this lease agreement are as follows:

2018	\$ 15,544
2019	15,544
2020	15,544
2021	15,544
2022	<u>11,658</u>
Total minimum lease payments	73,834
Less amount representing interest	<u>(12,687)</u>
Present value of minimum lease payments	<u>\$ 61,147</u>

N. SUBSEQUENT EVENTS

Subsequent to December 31, 2017, the Corporation **officially** changed its name from Biological Sciences Curriculum Study to BSCS Science Learning.

BSCS SCIENCE LEARNING
Schedule of Functional Expenses
For the Year Ended December 31, 2017
(With Comparative Totals for 2016)

	Federally Funded Projects	Foundation Funded Projects	Other Funded Projects	School Funded Projects	Total Program Services	General & Administrative	Marketing & Development	Total Expenses 2017	Total Expenses 2016
Direct expenses:									
Salaries and wages	\$ 1,486,222	\$ 179,446	\$ 48,314	\$ 33,310	\$ 1,747,292	\$ 1,027,842	\$ 2,149	\$ 2,777,283	\$ 2,453,877
Payroll taxes	110,914	12,817	3,638	2,328	129,697	80,786	188	210,671	173,903
Employee benefits	557,011	72,244	17,093	11,990	658,338	179,463	1,207	839,008	735,874
Contract labor	324,130	128,097	280	2,520	455,027	14,111	47	469,185	365,119
Consultants honorarium	41,900	8,000			49,900			49,900	17,900
Subcontracts	412,938	91,734			504,672			504,672	463,531
Accounting and legal						13,425		13,425	10,860
Bank and investment fees						19,162		19,162	20,061
Merchant account fees	161		349		510	1,167	1,287	2,964	3,093
Travel expenses - staff	202,925	58,466	8,304	9,736	279,431	14,539		293,970	240,092
Travel expenses - nonstaff	43,308	18,089	338		61,735	11,917		73,652	75,192
Participant costs	225,664	16,022	3,866	59	245,611			245,611	126,937
Publicity/dissemination	1,606	4,500			6,106	1,438		7,544	30
Books, dues, subscriptions	10,603	1,227		41	11,871	16,307	3,906	32,084	28,051
Computer services	7,404	221		49	7,674	70,479	132	78,285	83,125
Art/production costs	6,759				6,759	715		7,474	9,042
Photocopy and printing	17,156	14,401	959	306	32,822	4,564	1,735	39,121	14,088
Training costs						159		159	3,129
Postage and shipping	4,921	1,135	125	300	6,481	1,471	935	8,887	7,724
Conferences and meetings	13,045		414		13,459	16,793	2,761	33,013	33,713
Materials and supplies	6,266	1,481	863	163	8,773	2,301		11,074	12,742
Telephone expense	705				705	23,106	5	23,816	24,118
Recruitment costs						8,240		8,240	7,594
Insurance and taxes		3,782			3,782	56,044		59,826	59,562
Small equipment expense	17,703	880	219	358	19,160	39,376		58,536	40,134
Computer software expense	13,858	73			13,931	9,877		23,808	43,568
Repairs and maintenance - equipment						10,893		10,893	15,003
Repairs and maintenance - building						40,786		40,786	33,049
Utilities						19,652		19,652	19,816
Depreciation expense						54,436		54,436	57,570
Interest expense						1,382		1,382	2,581
Change in value of annuity						700		700	362
Miscellaneous									6
Indirect cost allocation	<u>1,412,524</u>	<u>167,224</u>	<u>43,880</u>	<u>33,606</u>	<u>1,657,234</u>	<u>(1,663,610)</u>	<u>6,376</u>		
Total expenses	<u>\$ 4,917,723</u>	<u>\$ 779,839</u>	<u>\$ 128,642</u>	<u>\$ 94,766</u>	<u>\$ 5,920,970</u>	<u>\$ 77,521</u>	<u>\$ 20,728</u>	<u>\$ 6,019,219</u>	<u>\$ 5,181,446</u>

BSCS SCIENCE LEARNING
 Schedule of Expenditures of Federal Awards
 For the Year Ended December 31, 2017

Federal Grantor/ Pass-through Grantor Program or Cluster Title	Federal CFDA Number	Contract/ Grant Number	Pass-through Entity Identifying Number	Federal Expenditures	Passed-through to Subrecipients
<u>Research and Development Cluster</u>					
<u>National Institutes of Health</u>					
Direct programs:					
Developing Skills in Health Literacy	93.351	1R250OD020208-01A1		\$ 277,904	\$ 13,116
<u>National Science Foundation</u>					
Direct programs:					
Project VATL: Using Videocase Analysis of Teaching and Learning	47.076	DUE - 1725389		116,678	380
Project NACL3: Testing a Professional Development Model for High School Science Reform and the Relationship of Key Variables to Student Achievement	47.076	DRL-1316202		63,864	
Project MOTIVE: Validating a Rapid Measure of Student Motivation	47.076	DRL-1228661		55,546	31,997
Project VISTA2: ViSTA Plus: Communities Supporting Teacher Learning	47.076	DRL-1220635		372,698	19,054
Project ARGLX: Collaborative Research: Applying Automated Analysis to a Learning Progression for Argumentation	47.076	DUE-1561150		163,429	
Project PCKLX: Applying Computerized Lexical Analysis	47.076	DGE-1437173		129,423	
Project NGAL: Developing Consensus Guidelines for Tools and Processes	47.076	DGE-1445675		13,365	

Project HUMAN: Exploring How Knowledge of Genetic Variation and Causation Affects Racial Bias among Adolescents	47.076	DRL-1660985		125,547	
Project FEDEV: Analyzing Funding & Publication in STEM Education	47.076	DGE-1445540		15,753	
Project STLHS: Science Teachers Learning from Lesson Analysis: High School Biology	47.076	DRL-1503280		968,368	
Project TLSYN: Teacher Leadership Synthesis Project	47.076	DGE-1534698		112,832	
Project 3DMSS: 3-Dimensional Teaching and Learning	47.076	DRL-1502571		812,227	332,625
Project DATAN: Scientific Data in Schools: Measuring the Efficacy of an Innovation Approach to Integrating Qualitative Reasoning in Secondary Science	47.076	DRL-1503005		331,099	
Project EMAT: Energy: A Multidisciplinary Approach for Teachers	47.076	DRL-1118643		<u>24,027</u>	<u>15,766</u>
Subtotal direct programs				3,304,856	399,822
Pass-through programs from:					
Cal Poly Pomona Foundation: Math Science Partnership with Cal Poly: Respect Project	47.076	DRL-1321242		12,716	
University of Arizona: A Sleep Education Program to Improve STEM Education	47.076	1433185	Sub Award #180	15,318	
Botanical Society of America: Planting Science: Digging Deeper	47.076	DRL-1502892		346,926	
The University of Northern Texas: Collaborative Research: American Innovations in the age of Discovery	47.076	PTE-1510289	GF1727-1	40,887	
Regents of the University of Colorado - Boulder: Examining an Innovative Approach to Supporting Science Teachers Practice Toward 3-Dimensional Learning Goals	47.076	PTE - 1555599		4,342	

Western Michigan University: Power for Teachers	47.076	DGE-1544236	8926-BSCS	<u>167,306</u>	<u> </u>
Subtotal pass-through programs				<u>587,495</u>	<u> </u>
Total National Science Foundation				<u>3,892,351</u>	<u>399,822</u>
Total Research and Development Cluster				4,170,255	412,938
<u>Other Programs</u>					
<u>National Science Foundation</u>					
Pass-through programs from:					
Regents of the University of Minnesota: Minnesota STEM Teachers learning through Lesson Analysis Project	84.366	PTE-S366B140024	A005456301	405,203	
Department of Health and Human Services					
<u>National Institutes of Health</u>					
Direct programs:					
Allergies and Scientific Inquiry	93.855	1R25AI098674-01		4,556	
<u>Department of Education</u>					
Pass-through programs from:					
University of Missouri: Hydro Sci: A Virtual Environment for Next Generation Science Learning	84.305	R305A150364	C00047775-2	40,608	
University of Missouri: Distance Learning through Game-Based 3D Virtual Learning Enviroments - Mission Hydro Science	84.411	U411C140081		<u>14,756</u>	<u> </u>
Subtotal pass-through programs				<u>55,364</u>	<u> </u>
Total Department of Education				<u>55,364</u>	<u> </u>
<u>National Aeronautical and Space Administration</u>					
Pass-through programs from:					
University Corporation for Atmospheric Research: GLOBE Instructional Materials	43.001	X17AD75A	Z17-26755	<u>143,376</u>	<u> </u>
Total Other Programs				<u>608,499</u>	<u> </u>
Total expenditures of federal awards				<u>\$ 4,778,754</u>	<u>\$ 412,938</u>

NOTE A - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of BSCS Science Learning under programs of the federal government for the year ended December 31, 2017. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of BSCS Science Learning, it is not intended to and does not present the financial position, changes in net assets, or cash flows of BSCS Science Learning.

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or

BSCS Science Learning has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform

Pass-through entity identifying numbers are presented where available.