
**AGILENT TECHNOLOGIES FOUNDATION
(A CALIFORNIA NON-PROFIT ORGANIZATION)**

FINANCIAL STATEMENTS

THREE AND TWELVE MONTHS ENDED OCTOBER 31, 2016

**AGILENT TECHNOLOGIES FOUNDATION
FINANCIAL STATEMENTS
THREE AND TWELVE MONTHS ENDED OCTOBER 31, 2016**

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16360 Monterey Rd., Suite 170
Morgan Hill, CA 95037
Tel: (408) 779-3313
Fax: (408) 776-1555

4040 Moorpark Ave., Suite 116
San Jose, CA 95117
Tel: (408) 557-9890
Fax: (408) 557-9893

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors of
Agilent Technologies Foundation

Management is responsible for the accompanying financial statements of Agilent Technologies Foundation (a nonprofit organization), which comprise the statement of financial position as of October 31, 2016, the related statements of activities and cash flows for the three and twelve months then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Supplementary Information

The supplementary information contained in the Schedules of Grants Authorized is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

NICHOLS, RICK & COMPANY

San Jose, CA
February 28, 2017

Agilent Technologies Foundation
Statement of Financial Position
October 31, 2016

ASSETS

Assets:

Cash equivalent - Schwab Government Money Fund	\$ 3,248,516
Total current assets	3,248,516
Fixed Assets - archive display cases	19,581
Less: accumulated depreciation	<u>(19,581)</u>
Fixed assets, net	-
Collection - Agilent Company Archives	<u>200,000</u>
Total non-current assets	<u>200,000</u>
Total assets	<u><u>\$ 3,448,516</u></u>

LIABILITIES & NET ASSETS

Liabilities:

Current liabilities

Accounts payable	\$ 27,209
Grants payable	<u>182,369</u>
Total current liabilities	209,578

Total liabilities	<u>209,578</u>
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Net Assets:

Unrestricted net assets	<u>3,238,938</u>
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Total liabilities and net assets	<u><u>\$ 3,448,516</u></u>
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Agilent Technologies Foundation
Statements of Activities
For the three and twelve months ended October 31, 2016

	Three Months (8/1/16 to 10/31/16)	Twelve Months (11/1/15 to 10/31/16)
Unrestricted Support and Revenue		
Interest income	\$ 62	\$ 229
Dividend income	902	8,067
Total unrestricted support and revenue	<u>964</u>	<u>8,296</u>
 Expenses		
Grants		
Grant payments made	113,396	1,156,407
Decrease in grants authorized but unpaid	<u>(7,652)</u>	<u>(874,918)</u>
Total grant expense	105,744	281,489
Support services		
Administrative services	27,209	94,798
Travel, conferences, and other expenses	120	349
Professional services	<u>5,355</u>	<u>17,067</u>
Total expenses	<u>138,428</u>	<u>393,703</u>
 Decrease in unrestricted net assets	(137,464)	(385,407)
 Unrestricted net assets, beginning of the period	<u>3,376,402</u>	<u>3,624,345</u>
 Unrestricted net assets, October 31, 2016	<u>\$ 3,238,938</u>	<u>\$ 3,238,938</u>

Agilent Technologies Foundation
Statements of Cash Flows
For the three and twelve months ended October 31, 2016

	Three Months (8/1/16 to 10/31/16)	Twelve Months (11/1/15 to 10/31/16)
Cash flows from operating activities:		
Decrease in net assets	\$ (137,464)	\$ (385,407)
Adjustments to reconcile decrease in net assets to net cash used by operating activities:		
Changes in assets & liabilities:		
Increase in accounts payable	4,200	4,985
Decrease in grants payable	(7,652)	(874,918)
	(140,916)	(1,255,340)
Net cash used by operating activities	(140,916)	(1,255,340)
Net cash from investing activities:	-	-
Net cash from financing activities:	-	-
Net decrease in cash	(140,916)	(1,255,340)
Cash and cash equivalents, beginning of the period	3,389,432	4,503,856
Cash and cash equivalents, October 31, 2016	\$ 3,248,516	\$ 3,248,516
		0

SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION

Cash paid during the period for:			
Interest	\$	0	\$ 0
Income taxes	\$	0	\$ 0

AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2016

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

Organization

Agilent Technologies Foundation (“Foundation”), is a non-profit California corporation incorporated in September 1999. The Foundation was formed for the purpose of supporting various philanthropic organizations and activities. Resources for the Foundation’s activities are provided by donations from Agilent Technologies, Inc. and income earned from cash and cash equivalents.

Basis of Presentation

The Foundation 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. The financial statements of the Foundation are prepared on the accrual basis of accounting. Accordingly, revenues are recognized when earned, and expenses are recognized when incurred.

Contributions

Contributions are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence or nature of any donor restrictions. In addition, pledges and unconditional promises to give are reported as temporarily restricted support upon date of notification and are then released from restrictions upon satisfaction of the time or use requirements. If a restriction is fulfilled in the same time period in which the contribution is received, the Foundation reports the support as unrestricted.

Donations

All donations are considered to be available for unrestricted use unless specifically restricted by the donor. Donated materials, services, equipment, and supplies are reflected as contributions in the accompanying statements at their estimated value at date of notification. The Foundation receives from Agilent Technologies, Inc. the use of facilities, miscellaneous supplies, and some support services at no charge. The value of these items has not been determined. For the twelve months ended October 31, 2016, no material amounts of services meeting the measurement requirements of FASB ASC 958-605-50 were contributed.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Foundation considers all highly liquid investments available for current use with an initial maturity of three months or less to be cash equivalents. The carrying amounts reported in the statement of financial position approximate fair values because of the short maturities of these instruments.

Grants Receivable

When applicable, the Foundation considers all grants receivable to be collectible within the next year.

**AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2016**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued):

Income Taxes

The Foundation is exempt from Federal income taxes under Internal Revenue Code (“Code”) Section 501(c)(3), from California income taxes under Section 23701(d) of the California Bank and Corporation Tax Law, and has been determined to be an organization that is a private foundation. As a private foundation, the Code imposes an excise tax of 2% (reduced to 1% if certain conditions are met) on net taxable investment income of the Foundation. The tax years ending from October 2012 through current are still subject to potential examination by the appropriate authorities. Management has determined the implementation of FASB ASC 740-10, *Accounting for Uncertainty in Income Taxes*, did not have a material impact on its financial statements.

Depreciation

Fixed assets, consisting of display cases for the collection, are reported at cost, and depreciated using the straight-line method over the estimated seven year useful life of the asset. The Foundation’s policy is to capitalize expenditures of this nature equal to or in excess of \$1,000. Fixed asset additions as of and through October 31, 2016 totaled \$0, and depreciation expense as of and through October 31, 2016 was \$0.

Fair Value

Management has adopted FASB ASC 820-10, *Fair Value Measurements*, which establishes a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. For cash and cash equivalents, the Association utilized Level 1 inputs, consisting of unadjusted quoted prices in active markets for identical assets and having the highest priority. Level 2 and Level 3 inputs were not utilized. The carrying amounts of accounts and grants payable approximate fair value because of the relative terms and/or short maturity of these financial instruments.

Estimates

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

2. COLLECTION:

The Foundation has capitalized its collection since inception. The collection consists of printed materials detailing the legacy of Agilent Technologies, Inc.’s former parent company, Hewlett-Packard. The materials include publications, news clippings, photographs, and other historical records. The collection is stated at the estimated fair market value at the time of donation, based on an independent appraisal. Gains and losses on the deaccession of donated collection items are classified in the statement of activities based on the absence or existence and nature of donor restrictions placed on the item at the time of donation.

**AGILENT TECHNOLOGIES FOUNDATION
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2016**

3. RELATED PARTY TRANSACTIONS and ACCRUED COMPENSATION:

The Foundation reimburses Agilent Technologies, Inc. for the actual salary cost incurred by individuals performing services for the Foundation plus an additional 31% for benefits and related payroll costs. Agilent Technologies, Inc. employees accrue 15 to 30 days of flexible time off (FTO), depending upon length of service, up to a maximum accrual of 22½ to 45 days. The FTO hours may be used for vacation, sick leave, holidays, family emergencies, religious observances, preventive health or dental care, and personal time. Upon termination, employees are compensated by Agilent Technologies, Inc. for unused FTO hours. Benefited part-time employees receive the FTO benefits on a pro-rated basis.

For the twelve months ended October 31, 2016, the Foundation paid a total of \$89,813 for the reimbursement of services performed by Agilent Technologies, Inc. employees. In addition, as of October 31, 2016, the Foundation owed \$27,208 to Agilent Technologies, Inc. for these services.

4. GRANTS PAYABLE:

Grants payable represents all unconditional grants that have been authorized prior to the period end, but remain unpaid as of October 31, 2016. Conditional grants are expensed and considered payable in the period the conditions are substantially met. There were no conditional grants at October 31, 2016. The carrying amounts for current grants payable reported in the statement of financial position approximate fair values as all amounts are due within one year. The carrying amount for long term grants payable, when applicable, is reported at gross, which approximates fair value.

Included in grants payable is an estimate of \$20,894 for contributions to various non-profit organizations based on pledges received by October 31, 2016 from Agilent Technologies, Inc.'s employees. The provisions of this contribution stipulate the Foundation will match Agilent Technologies, Inc. employees' contributions, up to a maximum of \$5,000 per employee, with a total annual maximum of \$500,000 for pledges by its North American employees.

5. CONCENTRATIONS AND CONTINGENCIES:

At times during the quarter ended October 31, 2016, the Foundation maintained balances in excess of federally insured limits at one financial institution.

The Foundation, during the normal course of operating its business, may be subject to various lawsuits and government audits. Management believes that losses resulting from these matters, if any, would either be covered under the Foundation's insurance policy or are immeasurable. Management further believes the losses, if any, would not have a material effect on the financial position of the Foundation.

6. SUBSEQUENT EVENTS:

Management has evaluated subsequent events through February 28, 2017, the date on which the financial statements were available to be issued.

**Agilent Technologies Foundation
Schedule of Grants Authorized
October 31, 2016**

Grants Authorized Summary

	Total Amount Authorized	Amounts Paid During Fiscal Years Ended:			Amount Authorized Remaining Balance
		10/31/14 & Prior	10/31/15	10/31/16	
<i>Grants Authorized Through October 31, 2015</i>	\$ 44,132,395	\$ 40,964,138	\$ 2,110,970	\$ 919,037	\$ 138,250
<i>Grants Authorized for the twelve months ended October 31, 2016:</i>					
<i>Foreign Charities - Government Entities or Equivalency Determination - page 10</i>	69,766	-	-	58,752	11,014
<i>Foreign Charities - Expenditure Responsibility - page 11</i>	32,000	-	-	32,000	-
<i>U.S. Charities - Projects and Employee Match - page 12</i>	179,723	-	-	146,618	33,105
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Sub-totals - Grants Authorized for the twelve months ended October 31, 2016:</i>	<u>281,489</u>	<u>-</u>	<u>-</u>	<u>237,370</u>	<u>44,119</u>
<i>Totals - Grants Authorized as of October 31, 2016:</i>	<u>\$ 44,413,884</u>	<u>\$ 40,964,138</u>	<u>\$ 2,110,970</u>	<u>\$ 1,156,407</u>	<u>\$ 182,369</u>

Agilent Technologies Foundation
Schedule of Grants Authorized
For the twelve months ended October 31, 2016

Foreign Charities - Government Entities or Equivalency Determination

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
Canada Red Cross	Employee disaster relief match for Canada Fires	\$ 2,250	\$ 2,250	\$ -
China Science and Technology Museum (CSTM)	To support CSTM science education tool development program.	50,000	50,000	-
Save the Children	Employee disaster relief match for Ecuador earthquake	635	635	-
United Way Worldwide	Employee disaster relief match for Japan earthquake	3,091	3,091	-
United Way Worldwide	Spain Employee Giving Campaign	2,776	2,776	-
Central Community Chest of Japan	Japan Employee Giving Campaign	9,979	-	9,979
Danish Red Cross	Denmark Employee Giving Campaign	520	-	520
World Vision	Spain Employee Giving Campaign	515	-	515
		-	-	-
<i>Totals - Foreign Charities - Government Entities or Equivalency Determination - to page 9</i>		<u>\$ 69,766</u>	<u>\$ 58,752</u>	<u>\$ 11,014</u>

Agilent Technologies Foundation
Schedule of Grants Authorized
For the twelve months ended October 31, 2016
Foreign Charities - Expenditure Responsibility

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Amount Authorized Remaining Balance
Japan Science Foundation	To challenge High School students skills in biology giving them the opportunity to participate in international science competitions.	\$ 32,000	\$ 32,000	\$ -
		<u>-</u>	<u>-</u>	<u>-</u>
<i>Totals - Foreign Charities - Expenditure Responsibility - to page 9</i>		<u>\$ 32,000</u>	<u>\$ 32,000</u>	<u>\$ -</u>

Agilent Technologies Foundation
Schedule of Grants Authorized
For the twelve months ended October 31, 2016

United States Charities - Projects and Agilent Corporation Employee Contribution Matching

Recipient	Purpose	Total Amount Authorized	Total Amount Paid	Authorized Remaining Balance
Children's Discovery Museum of San Jose	To support the rain harvest system.	\$ 50,000	\$ 50,000	\$ -
The JK Group, Inc.- Agilent Foundation Trustees	U.S. University Match	5,940	5,940	-
The JK Group, Inc.- Agilent Foundation Trustees	U.S. University Match	41,618	41,618	-
The JK Group, Inc.- Agilent Foundation Trustees	U.S. University Match	39,685	39,685	-
The JK Group, Inc.- Agilent Foundation Trustees	U.S. University Match	32,600	9,375	23,225
CyberGrants- Agilent Foundation Trustees	California Giving Campaign Employee Match	9,880	-	9,880
		-	-	-
<i>Totals - U.S. Charities - Projects and Agilent Corporation Employee Contribution Matching - to page 9</i>		<u>\$ 179,723</u>	<u>\$ 146,618</u>	<u>\$ 33,105</u>