The Arthur Foundation

Financial Report
December 31, 2015

The Arthur Foundation

Contents

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Independent Auditor's Report

To the Board of Directors
The Arthur Foundation

We have audited the accompanying financial statements of The Arthur Foundation (the "Foundation"), which comprise the statement of financial position as of December 31, 2015 and 2014 and the related statements of activities and changes in net assets 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 audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audits 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 opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of The Arthur Foundation as of December 31, 2015 and 2014 and the changes in its unrestricted net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

To the Board of Directors
The Arthur Foundation

Emphasis of Matter

As described in Note 6, the financial statements include investments valued at $41,622,776 (45 percent of unrestricted net assets) at December 31, 2015 and $44,038,044 (48 percent of unrestricted net assets) at December 31, 2014 whose fair value have been estimated in the absences of observable inputs used to determine the market values. Management's estimates are based on information provided by the fund managers of the general partners. Our opinion is not modified with respect to this matter.

Plante & Moran, PLLC

January 5, 2017

The Arthur Foundation

Statement of Financial Position

	December 31, 2015	December 31, 2014
Assets		
Cash	$ 29,909	$ 417,717
Due from redemption of securities	-	4,950,912
Prepaid expenses	2,720	34,309
Securities - At fair value (cost - $60,124,255 and $50,754,418 in 2015 and 2014, respectively)	94,957,584	88,296,280
Securities - At cost	1,520,862	3,233,467
Property and equipment - Net	5,695	7,323
Total assets	**$ 96,516,770**	**$ 96,940,008**
Liabilities and Net Assets		
Liabilities		
Grants payable	$ 3,445,000	$ 4,650,000
Taxes payable	52,574	85,950
Total liabilities	3,497,574	4,735,950
Net Assets - Unrestricted	93,019,196	92,204,058
Total liabilities and net assets	**$ 96,516,770**	**$ 96,940,008**

The Arthur Foundation

Statement of of Activities and Changes in Net Assets

	Year Ended December 31, 2015	Year Ended December 31, 2014
Revenue, Gains, and Other Support		
Realized gain	$ 10,354,464	$ 5,879,428
Change in unrealized (loss) gain in fair value - Net	(5,598,034)	8,907,936
Interest income	1,324,886	1,158,761
Total revenue	6,081,316	15,946,125
Expenses		
Grants	3,820,500	2,287,145
Salaries and employee benefits	388,247	332,245
Purchased services, legal, and consulting	224,405	162,962
Investment management expenses	557,091	558,507
Excise taxes	224,287	119,134
Other	51,648	50,951
Total expenses	5,266,178	3,510,944
Change in Unrestricted Net Assets	815,138	12,435,181
Unrestricted Net Assets - Beginning of year	92,204,058	79,768,877
Unrestricted Net Assets - End of year	**$ 93,019,196**	**$ 92,204,058**

The Arthur Foundation

Statement of Cash Flows

	Year Ended December 31, 2015	Year Ended December 31, 2014
Cash Flows from Operating Activities		
Change in unrestricted net assets	$ 815,138	$ 12,435,181
Adjustments to reconcile change in unrestricted net assets to net cash used in operating activities:		
Depreciation	1,628	814
Realized gain on sales of securities	(10,354,464)	(5,879,428)
Change in unrealized loss (gain) on securities	5,598,034	(8,907,936)
Changes in operating assets and liabilities which provided (used) cash:		
Accrued interest and dividends	-	38,400
Grants payable	(1,205,000)	(1,933,000)
Prepaid expenses	31,589	(6,911)
Taxes payable	(33,376)	85,950
Net cash used in operating activities	(5,146,451)	(4,166,930)
Cash Flows from Investing Activities		
Purchase of property and equipment	-	(8,137)
Purchases of investments	(34,032,388)	(41,737,831)
Proceeds from sales and maturities of investments	33,840,119	49,865,723
Due from redemptions of securities	4,950,912	(3,938,775)
Net cash provided by investing activities	4,758,643	4,180,980
Net (Decrease) Increase in Cash	(387,808)	14,050
Cash - Beginning of year	417,717	403,667
Cash - End of year	**$ 29,909**	**$ 417,717**
Supplemental Disclosure of Cash Flow Information - Cash paid for taxes	**$ 257,663**	**$ 29,184**

Note 1 - Nature of Business and Significant Accounting Policies

Organization Purpose - The Arthur Foundation (the "Foundation"), formerly MacNeal Health Foundation, is a corporation organized under the Illinois General Not for Profit Corporation Act of 1986. The Foundation was originally funded by a $100,000,000 contribution from The MacNeal Memorial Hospital Association as a result of the sale of the Hospital it owned.

The Foundation is a not-for-profit organization that makes grants to other not-for-profit organizations that qualify as exempt organizations under Section 501(c)(3) of the Internal Revenue Code of 1986, primarily for healthcare and education services.

Basis of Accounting - The financial statements of the Foundation are prepared on the accrual basis of accounting.

Classification of Net Assets - The net assets of the Foundation are classified as unrestricted. Unrestricted net assets consist of amounts that are currently available for use in the Foundation's operations.

The Foundation currently has no temporarily or permanently restricted net assets.

Contributions - Contributions of cash and other assets, including unconditional promises to give in the future, are reported as revenue when received, measured at fair value. The Foundation did not receive any contributions during the years ended December 31, 2015 and 2014.

Investments - Substantially all of the Foundation's investments are reported at fair value. Investment gains and losses, including net realized and change in unrealized gains and losses, are reflected in the statement of activities and changes in net assets as increases or decreases in net assets. Interest and dividend income is recorded on the accrual basis.

The Foundation records its investments in two commodity funds at cost (approximately 2 percent and 4 percent of investments as of December 31, 2015 and 2014, respectively) rather than at fair value as required by accounting principles generally accepted in the United States of America (GAAP). Management believes this is an appropriate representation of the net realizable value. The Foundation recognizes income as reported by the funds. The funds had unfunded commitments totaling approximately $4,000,000 at both December 31, 2015 and 2014.

In addition, there are various investments with future lock-up periods and redemption notice periods that are stated in Note 6.

The Foundation's investments are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to these risk factors, it is reasonably possible that changes in the value of investments will occur in the near term that will materially affect the amounts reported in the financial statements.

Note 1 - Nature of Business and Significant Accounting Policies (Continued)

Federal Income Taxes - The Foundation is exempt from income tax under provisions of Internal Revenue Code Sections 501(a) and 501(c)(3).

Property and Equipment - Property and equipment are valued at cost or fair market value for donated items. The Foundation's policy is to capitalize items with useful lives of one year or more and values of $500 or more. These assets are depreciated over their estimated useful lives using the straight-line method. Furniture and fixtures and transportation equipment are all estimated to have five-year useful lives.

Use of Estimates - The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue, expenses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

Subsequent Events - The financial statements and related disclosures include evaluation of events up through and including January 5, 2017, which is the date the financial statements were available to be issued. See Note 12 for further detail on subsequent events.

Fair Value of Financial Instruments - Investments are recorded at fair value in the accompanying financial statements. Fair value is determined based on the fair value measurement principles described in Note 6. The fair value of short-term financial instruments, including cash, accrued interest and dividends, redemption of securities, prepaid expenses, and grants payable approximates the carrying amounts in the accompanying financial statements due to the short maturity of such instruments.

Reclassification - Certain reclassifications were made to amounts in the 2014 financial statements to conform to the classifications used in 2015. In the statement of cash flows, due from redemption of securities was reclassified from an operating activity to an investing activity.

Note 2 - Upcoming Accounting Pronouncement - NFP Financial Reporting Model

The Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2016-14, *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities*, in August 2016. ASU No. 2016-14 requires significant changes to the financial reporting model of organizations who follow FASB not-for-profit rules, including changing from three classes of net assets to two classes: net assets with donor restrictions and net assets without donor restrictions. The ASU will also require changes in the way certain information is aggregated and reported by the Foundation, including required disclosures about the liquidity and availability of resources. The new standard is effective for the Foundation's year ending December 31, 2018 and thereafter and must be applied on a retrospective basis. The Foundation is currently evaluating the impact this standard will have on the financial statements.

Note 3 - Cash

The Foundation maintains its cash balances in an account at The Northern Trust Company, which at times may exceed federally insured limits. The Foundation has not experienced any losses in such accounts. The Foundation does not believe it is exposed to any significant credit risk on cash.

Note 4 - Investment Policy

The Foundation invests in common stock, fixed-income securities, cash reserves, and other investments such as real estate, commodities, hedge funds, and private equity funds with a primary goal of preserving and increasing principal through diversification.

Note 5 - Federal Excise Taxes and Minimum Required Distributions

In accordance with the applicable provisions of the Internal Revenue Code of 1986, as amended (the "Code"), the Foundation is subject to an excise tax on net investment income, including realized gains, as defined in the Code. Federal excise tax expense for the years ended December 31, 2015 and 2014 was estimated to be $224,287 and $119,134, respectively.

In addition, the Code requires that certain minimum distributions be made in accordance with a specific formula. The Foundation has met the minimum distribution requirements for the years ended December 31, 2015 and 2014.

Note 6 - Fair Value Measurements

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

Note 6 - Fair Value Measurements (Continued)

The following tables present information about the Foundation's assets measured at fair value on a recurring basis at December 31, 2015 and 2014 and the valuation techniques used by the Foundation to determine those fair values.

In general, fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Foundation has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Foundation's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

Assets Measured at Fair Value on a Recurring Basis at December 31, 2015

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at December 31, 2015
Investments:				
Money market funds	$ 8,117,577	$ -	$ -	$ 8,117,577
Hedge funds - Equity focused	-	26,414,026	5,622,147	32,036,173
Hedge funds - Fixed-income focused - Aurelius	-	7,305,045	-	7,305,045
Hedge funds - Fixed-income focused - Rimrock High Income Fund	-	6,553,851	-	6,553,851
Hedge funds - Fixed-income focused - Other	-	4,850,124	895,420	5,745,544
Hedge funds - Multi strategy	-	94,185	-	94,185
Commodity funds	-	-	973,875	973,875
Real estate partnerships	-	-	8,523,890	8,523,890
Private equity funds	-	-	25,607,444	25,607,444
Total assets	$ 8,117,577	$ 45,217,231	$ 41,622,776	$ 94,957,584

Note 6 - Fair Value Measurements (Continued)

Assets Measured at Fair Value on a Recurring Basis at December 31, 2014

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance at December 31, 2014
Investments:				
Money market funds	$ 6,662,661	$ -	$ -	$ 6,662,661
Hedge funds - Equity focused	-	14,767,006	5,717,346	20,484,352
Hedge funds - Fixed-income focused - Aurelius	-	7,590,607	-	7,590,607
Hedge funds - Fixed-income focused - Rimrock High Income Fund	-	6,742,280	-	6,742,280
Hedge funds - Fixed-income focused - Other	-	8,495,682	-	8,495,682
Commodity funds	-	-	1,034,279	1,034,279
Real estate partnerships	-	-	8,603,070	8,603,070
Private equity funds	-	-	28,683,349	28,683,349
Total assets	$ 6,662,661	$ 37,595,575	$ 44,038,044	$ 88,296,280

Level 1 Inputs - Fair values were determined using quoted prices in active markets for identical assets that the Foundation has the ability to access.

Level 2 Inputs - Estimated fair values of the Foundation's hedge funds and commodity funds were based on the net asset value per share of the funds. These investments can be redeemed at, or within 90 days of, the measurement date. Such net asset value is based on the underlying assets and liabilities of the fund.

Level 3 Inputs - Estimated fair values of the Foundation's hedge funds, commodity funds, real estate partnerships, and private equity funds were determined by the fund manager. Such values are based on the value of the underlying assets and liabilities of the fund. The investment objectives of the funds vary and can be differentiated by the nature of their holdings. The hedge funds can be redeemed on an annual basis on the anniversary of the purchase date. For 2014 and 2015, the hedge funds, commodity funds, real estate partnerships, and private equity funds investments can never be redeemed from the fund managers.

Note 6 - Fair Value Measurements (Continued)

The Foundation has processes in place to select the appropriate valuation techniques and unobservable inputs to perform Level 3 fair value measurements. These processes include reviewing investment performance quarterly, including comparisons to appropriate benchmarks for each asset class. In addition, the finance and investment committee reviews investment performance quarterly and makes recommendations on material policy change to the board as needed. The Foundation cannot independently assess the value of these underlying positions through a public exchange or over-the-counter market. The Foundation utilizes a third-party investment advisor to monitor, participate in fund management calls, and obtain underlying financial information on Level 3 investments.

The following tables set forth a summary of the changes in the fair value of the Foundation's Level 3 assets for the years ended December 31, 2015 and 2014.

	Fair Value at January 1, 2015	Purchases	Settlements	Total Gains or Losses (Realized and Unrealized)	Net Transfers Out of Level 3	Fair Value at December 31, 2015
Fair Value Measurements Using Significant Unobservable Inputs (Level 3)						
Hedge funds	$ 5,717,346	$ 3,323,962	$ -	$ (2,523,741)	$ -	$ 6,517,567
Commodity funds	1,034,279	105,631	-	(166,035)	-	973,875
Real estate partnerships	8,603,070	806,592	-	(885,772)	-	8,523,890
Private equity funds	28,683,349	138,664	-	(3,214,569)	-	25,607,444
Total Level 3 assets at fair value	$ 44,038,044	$ 4,374,849	$ -	$ (6,790,117)	$ -	$ 41,622,776

	Fair Value at January 1, 2014	Purchases	Settlements	Total Gains or Losses (Realized and Unrealized)	Net Transfers Out of Level 3	Fair Value at December 31, 2014
Fair Value Measurements Using Significant Unobservable Inputs (Level 3)						
Hedge funds	$ 4,756,902	$ 474,209	$ -	$ 486,235	$ -	$ 5,717,346
Commodity funds	1,238,634	-	-	(204,355)	-	1,034,279
Real estate partnerships	8,909,029	1,430,131	-	(1,736,090)	-	8,603,070
Private equity funds	18,636,239	338,583	-	9,708,527	-	28,683,349
Total Level 3 assets at fair value	$ 33,540,804	$ 2,242,923	$ -	$ 8,254,317	$ -	$ 44,038,044

The amount of total (losses) gains for the period included in change in net assets attributable to the change in unrealized gains or losses relating to assets still held as of the reporting date is ($5,598,034) and $8,907,936 in 2015 and 2014, respectively. The Foundation's policy is to recognize transfers in and transfers out of Level 1, 2, and 3 fair value classifications as of the beginning of the reporting period.

Note 6 - Fair Value Measurements (Continued)

Investments in Entities that Calculate Net Asset Value per Share

The Foundation holds shares or interests in investment companies at year end whereby the fair value of the investment held is estimated based on the net asset value per share (or its equivalent) of the investment company.

At year end, the fair value, unfunded commitments, and redemption rules of those investments are as follows:

Investments Held at December 31, 2015

	Fair Value	Unfunded Commitments	Redemption Frequency, if Eligible	Redemption Notice Period
Equity focused (a) Level 2	$ 26,414,026	$ -	Monthly, quarterly	30-90 days
Equity focused (a) Level 3	5,622,147	1,512,334	Upon dissolution of fund	n/a
Fixed-income focused (b) Level 2	18,709,020	-	Monthly, quarterly, semiannually	30-65 days
Fixed-income focused (b) Level 3	895,420	3,000,000	Upon dissolution of fund	n/a
Multi-strategy (c) Level 2	94,185	-	Daily, quarterly, annually	2-60 days
Commodity funds (d) Level 3	973,875	176,228	Upon dissolution of fund	n/a
Real estate partnerships (e) Level 3	8,523,890	778,841	Annually, upon dissolution of fund	90 days
Private equity funds (f) Level 3	25,607,444	1,646,568	Upon dissolution of fund	n/a
Total	$ 86,840,007	$ 7,113,971		

Investments Held at December 31, 2014

	Fair Value	Unfunded Commitments	Redemption Frequency, if Eligible	Redemption Notice Period
Equity focused (a) Level 2	$ 14,767,006	$ -	Monthly, quarterly	30-90 days
Equity focused (a) Level 3	5,717,346	1,818,856	Upon dissolution of fund	n/a
Fixed-income focused (b) Level 2	22,828,570	-	Monthly, quarterly, semiannually	30-65 days
Multi-strategy (c) Level 2	-	2,392,028	Daily, quarterly, annually	2-60 days
Commodity funds (d) Level 3	1,034,279	281,834	Upon dissolution of fund	n/a
Real estate partnerships (e) Level 3	8,603,070	1,037,968	Annually, upon dissolution of fund	90 days
Private equity funds (f) Level 3	28,683,349	1,733,151	Upon dissolution of fund	n/a
Total	$ 81,633,620	$ 7,263,837		

Note 6 - Fair Value Measurements (Continued)

(a) This category includes hedge funds that invest in a variety of equity-focused strategies, including securities of domestic and foreign publicly traded companies. The fair values of the underlying investments in this category have been estimated using their respective net asset values.

(b) This category includes hedge funds that invest in a variety of fixed-income focused strategies, including distressed and below-investment-grade debt securities, mortgage-backed securities, asset-backed securities, corporate bonds, unconstrained or opportunistic bonds, collateralized debt obligations, and commodities. The fair values of the investments in this category have been estimated using their respective net asset values. For 2015 and 2014, investments totaling $13,858,896 and $14,861,711, respectively, are subject to a 10 percent holdback upon redemption, which is paid within 30 days after the completion of the audited financial statements for the year in which the redemption was made.

(c) This category includes hedge funds that invest using a multiple-strategy approach, including short-term deposits, publicly traded equity and debt securities, asset-backed and mortgage-backed securities, derivative instruments, convertible bonds and options, emerging markets, arbitrage securities, equity restructurings, and residential and commercial real estate assets. The fair values of the investments in this category have been estimated using their respective net asset values. For 2015 and 2014, investments totaling $4,141,538 and $528,824, respectively, are subject to a 10 percent holdback upon redemption, which is paid after the completion of the audited financial statements for the year in which the redemption was made.

(d) This category includes funds that are invested in natural commodities, including coal mines and methane. The fair values of the investments in this category have been estimated using their respective net asset values. These funds are expected to terminate within two to seven years.

(e) This category includes funds that invest in a variety of real estate ventures, including limited partnerships, LLCs, and private real estate investment trusts. The types of real estate include offices, apartments, industrial, and other commercial real estate properties primarily located in the United States. The fair values of the investments in this category have been estimated using their respective net asset values. One investment with a value of $2,317,758 and $3,174,991 for 2015 and 2014, respectively, will terminate upon the later to occur of (i) September 30, 2014 or (ii) such time as is reasonably necessary to wind down the affairs of the partnership after the date on which all of the partnership's investments in the underlying funds have been liquidated.

(f) This category includes funds that invest in a variety of private equity strategies, including health care, media, technology, and venture capital. The fair values of the investments in this category have been estimated using their respective net asset values. These funds have lock-up periods ranging from five to seven years or one year after all investments have been disposed of.

Note 7 - Conditional Grants

The Foundation has conditionally approved future commitments in the amount of $10,365,500 and $25,260,145 for the years ended December 31, 2015 and 2014, respectively. For the year ended December 31, 2015, there was one grant that amounted to more than 10 percent of conditional grants. For the year ended December 31, 2014, there were no grants that amounted to more than 10 percent of conditional grants. These amounts have not been recorded as liabilities because all grants are formally awarded on a year-by-year basis only. In addition, the Foundation reserves the right to cancel a grant at any time if it determines that the organization receiving the grant is not administering the project and grant funds in accordance with the proposal approved by the Foundation's board.

Note 8 - Lease Commitments

The Foundation has entered into a lease for its facilities. The amount of rent expense for the years ended December 31, 2015 and 2014 was $22,200 and $21,150, respectively. The Foundation amended its lease agreement on November 25, 2014 to renew the lease annually. As of December 31, 2015, the Foundation's total future minimum lease payment was $23,400 for the year ending December 31, 2016.

Note 9 - Defined Contribution Plans

The Foundation sponsors a defined contribution retirement (DCR) plan, established on January 1, 2000; a tax-deferred annuity (TDA) plan, established January 1, 2001; and a tax-deferred annuity (TDA) matching plan, established January 1, 2006, for certain key employees who are eligible based on age and length of service. All three plans comply with the requirements of Internal Revenue Code Section 403(b). Each plan has only one participant currently. The DCR plan provides for contributions in the amount of 9 percent of compensation. The TDA plan provides for pretax employee contributions up to the annual legal limit, with the TDA matching plan providing a 50 percent match by the Foundation on those employees' contributions. All contributions made by the Foundation are currently paid. Contributions for the years ended December 31, 2015 and 2014 were $10,500 and $24,562, respectively.

Note 10 - Property and Equipment

The cost of property and equipment is summarized as follows:

	2015	2014
Computer equipment and software	$ 22,061	$ 22,061
Furniture and fixtures	44,237	44,237
Total cost	66,298	66,298
Less accumulated depreciation	(60,603)	(58,975)
Net carrying amount	$ 5,695	$ 7,323

Depreciation expense was $1,628 and $814 for 2015 and 2014, respectively.

Note 11 - Functional Expenses

The costs of providing the program and support services are reported on a functional basis. Costs are allocated between the various programs and support services on an actual basis, where available, or based on reasonable methods. Although methods of allocation used are considered appropriate, other methods could be used that produce different amounts. Expenses related to providing these services are as follows:

	2015	2014
Program expenses	$ 4,352,028	$ 2,707,331
Administration	914,150	803,613
Total	$ 5,266,178	$ 3,510,944

Note 12 - Subsequent Events

In May 2014, the Illinois Attorney General's Office raised concerns with respect to certain grants awarded by the Foundation in prior years. In June 2016, the Attorney General and the Foundation reached an agreement that resolved all concerns. As part of the agreement, the Foundation instituted director term limits and refined the geographic and programmatic focus areas for its future grants.