

NOTE 7: Property and Equipment, Net (continued)

Stewardship Property and Equipment; Heritage Assets

The Department maintains collections of art, furnishings and real property (Culturally Significant Property) that are held for public exhibition, education and official functions for visiting chiefs of State, heads of government, foreign ministers and other distinguished foreign and American guests. As the lead institution conducting American diplomacy, the Department uses this property to promote national pride and the distinct cultural diversity of American artists, as well as to recognize the historical, architectural and cultural significance of America's holdings overseas.

There are nine separate collections of art and furnishings: the Diplomatic Reception Rooms Collection, the Art Bank Program, the Art in Embassies Program, the Cultural Heritage Collection, the Library Rare and Special Book Collection, the Secretary of State's Register of Culturally Significant Property, the U.S. Diplomacy Center, the Blair House, and the International Boundary and Water Commission. The collections, activity of which is shown in the following table and described more fully in the Required Supplementary Information and Other Information sections of this report, consist of items that were donated or purchased using donated or appropriated funds. The Department provides protection and preservation services to maintain all Heritage Assets in good condition forever as part of America's history.

HERITAGE ASSETS For the Years Ended September 30, 2016 and 2017					
	Diplomatic Reception Rooms Collection	Art Bank Program	Art in Embassies Program	Cultural Heritage Collection	Library Rare & Special Book Collection
Description	Collectibles – Art and furnishings from the period 1750 to 1825	Collection of American works of art on paper	Collectibles – American works of art	Collections include fine and decorative arts and other cultural objects	Collectibles – Rare books and other publications of historic value
Acquisition and Withdrawal	Acquired through donation or purchase using donated funds. Excess items are sold.	Acquired through purchase. Excess items are transferred.	Acquired through purchase or donation. Excess items are sold.	The program provides assessment, preservation, and restoration as needed.	Acquired through donation.
Condition	Good to excellent	Good to excellent	Good to excellent	Good to excellent	Poor to good
Number of Assets – 9/30/2015	1,824	2,554	1,069	18,409	1,130
Acquisitions	9	46	56	46	64
Adjustments	41		25	245	
Disposals	56		1	362	3
Number of Assets – 9/30/2016	1,818	2,600	1,149	18,338	1,191
Deferred Maintenance – 9/30/2016	N/A	N/A	N/A	N/A	N/A
Acquisitions	13	28	38	66	58
Adjustments	4			189	2
Disposals	7			171	1
Number of Assets – 9/30/2017	1,828	2,628	1,187	18,422	1,250
Deferred Maintenance – 9/30/2017	N/A	N/A	N/A	N/A	N/A

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