

ANGELMAN SYNDROME FOUNDATION, INC.

**FINANCIAL STATEMENTS
AS OF SEPTEMBER 30, 2019 AND 2018**

TOGETHER WITH AUDITOR'S REPORT



Certified Public Accountants
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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Angelman Syndrome Foundation, Inc.

We have audited the accompanying financial statements of Angelman Syndrome Foundation, Inc. (the Foundation) (a non-profit organization) which comprise the statement of financial position as of September 30, 2019 and 2018, and the related statements of activities, cash flows and functional expenses 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 audit to obtain reasonable assurance about whether the financial statements are free of 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.

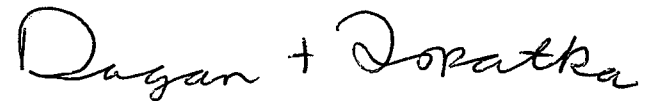
To the Board of Directors of
Angelman Syndrome Foundation, Inc.
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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Angelman Syndrome Foundation, Inc. as of September 30, 2019, and 2018, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The schedule of expenditures by program services is presented for purposes of additional analysis and is 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.



DUGAN & LOPATKA

Warrenville, Illinois
February 3, 2020

ANGELMAN SYNDROME FOUNDATION, INC.
STATEMENT OF FINANCIAL POSITION
SEPTEMBER 30, 2019 AND 2018

<u>ASSETS</u>	<u>2019</u>	<u>2018</u>
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,023,822	\$ 558,154
Investments	765,588	755,664
Prepaid expenses	40,173	45,850
Total current assets	<u>1,829,583</u>	<u>1,359,668</u>
PROPERTY AND EQUIPMENT, at cost:		
Office furniture, fixtures, and equipment	21,689	21,689
Display equipment	234	234
Computer hardware	29,092	28,954
Software	53,316	53,316
Website	24,000	24,000
Leasehold improvements	4,039	4,039
Less - Accumulated depreciation	<u>(120,942)</u>	<u>(119,458)</u>
Net property and equipment	<u>11,428</u>	<u>12,774</u>
OTHER ASSETS		
Security deposit	<u>1,539</u>	<u>1,539</u>
Total assets	<u>\$ 1,842,550</u>	<u>\$ 1,373,981</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 13,732	\$ 21,314
Accrued payroll expenses	<u>34,492</u>	<u>26,288</u>
Total liabilities	<u>48,224</u>	<u>47,602</u>
COMMITMENTS		
NET ASSETS:		
Without donor restrictions	1,757,901	1,247,731
With donor restrictions	<u>36,425</u>	<u>78,648</u>
Total net assets	<u>1,794,326</u>	<u>1,326,379</u>
Total liabilities and net assets	<u>\$ 1,842,550</u>	<u>\$ 1,373,981</u>

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.
STATEMENT OF ACTIVITIES
FOR THE YEARS ENDED SEPTEMBER 30, 2019 AND 2018

	2019			2018		
	Without Donor Restriction	With Donor Restriction	Total	Without Donor Restriction	With Donor Restriction	Total
PUBLIC SUPPORT AND REVENUE:						
Contributions	\$ 1,054,029	\$ 6,620	\$ 1,060,649	\$ 674,098	\$ 48,583	\$ 722,681
Donated professional services	73,500	-	73,500	147,000	-	147,000
Biennial conference	108,854	-	108,854	23,969	-	23,969
Special events, net of related expenses	1,005,519	-	1,005,519	1,174,675	-	1,174,675
Net investment return	13,549	-	13,549	27,066	-	27,066
Other income	5,072	-	5,072	5,252	-	5,252
Repayment of grant funds	63,060	-	63,060	-	-	-
Net assets released from restrictions - satisfaction of program restrictions	48,843	(48,843)	-	212,063	(212,063)	-
Total public support and revenue	<u>2,372,426</u>	<u>(42,223)</u>	<u>2,330,203</u>	<u>2,264,123</u>	<u>(163,480)</u>	<u>2,100,643</u>
FUNCTIONAL EXPENSES:						
Program services -						
Family Support	427,988	-	427,988	569,131	-	569,131
Education	-	-	-	2,856	-	2,856
Research	553,300	-	553,300	927,528	-	927,528
Biennial Conference and Symposium	278,870	-	278,870	86,006	-	86,006
Total program services	1,260,158	-	1,260,158	1,585,521	-	1,585,521
Management and general	159,289	-	159,289	140,010	-	140,010
Fundraising	442,809	-	442,809	410,929	-	410,929
Total functional expenses	<u>1,862,256</u>	<u>-</u>	<u>1,862,256</u>	<u>2,136,460</u>	<u>-</u>	<u>2,136,460</u>
CHANGE IN NET ASSETS	510,170	(42,223)	467,947	127,663	(163,480)	(35,817)
NET ASSETS, Beginning of year	<u>1,247,731</u>	<u>78,648</u>	<u>1,326,379</u>	<u>1,120,068</u>	<u>242,128</u>	<u>1,362,196</u>
NET ASSETS, End of year	<u>\$ 1,757,901</u>	<u>\$ 36,425</u>	<u>\$ 1,794,326</u>	<u>\$ 1,247,731</u>	<u>\$ 78,648</u>	<u>\$ 1,326,379</u>

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED SEPTEMBER 30, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in total net assets	\$ 467,947	\$ (35,817)
Adjustments to reconcile change in total net assets to net cash provided by (used in) operating activities:		
Depreciation	6,988	7,837
Net unrealized/realized investment (gain) loss	5,743	(14,010)
Change in assets and liabilities:		
(Increase) decrease in prepaid expenses	5,677	(30,555)
Increase (decrease) in accounts payable	(7,582)	3,334
Increase (decrease) in accrued payroll expenses	8,204	(172)
Net adjustments	<u>19,030</u>	<u>(33,566)</u>
Net cash provided by (used in) operating activities	<u>486,977</u>	<u>(69,383)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchases of investments	(20,732)	(45,102)
Proceeds from sale of investments	5,066	28,016
Purchase of property and equipment	<u>(5,643)</u>	<u>(2,736)</u>
Net cash (used in) investing activities	<u>(21,309)</u>	<u>(19,822)</u>
NET CHANGE IN CASH AND CASH EQUIVALENTS	465,668	(89,205)
CASH AND CASH EQUIVALENTS, Beginning of year	<u>558,154</u>	<u>647,359</u>
CASH AND CASH EQUIVALENTS, End of year	<u>\$ 1,023,822</u>	<u>\$ 558,154</u>

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Program Services	Management and General	Fundraising	Total
Salaries and related benefits:				
Salaries and wages	\$ 122,446	\$ 79,987	\$ 118,598	\$ 321,031
Employee benefits and related taxes	14,927	8,896	14,478	38,301
Total salaries and related benefits	<u>137,373</u>	<u>88,883</u>	<u>133,076</u>	<u>359,332</u>
Other expenses:				
Grants awarded and related expenses	484,955	-	-	484,955
AS clinics	140,301	-	-	140,301
Biennial conference and symposium	223,471	-	-	223,471
Professional fees	25,176	43,872	13,341	82,389
Donated professional services	28,854	-	40,800	69,654
Program expenses	91,415	-	-	91,415
Marketing and promotions	30,597	3,378	38,922	72,897
Website	8,077	2,335	17,079	27,491
Postage and printing	54,711	2,363	30,293	87,367
Supplies	1,409	1,207	1,078	3,694
Equipment rental	591	296	458	1,345
Rent and utilities	7,613	4,786	9,354	21,753
Telephone	2,953	1,477	2,282	6,712
Insurance	2,996	4,216	885	8,097
Walk	-	-	122,078	122,078
Travel	7,170	-	8,720	15,890
Board of directors	-	3,045	-	3,045
Fees	8,867	1,942	12,848	23,657
Cost of direct benefits to donors	-	-	60,212	60,212
Miscellaneous	-	218	9,507	9,725
Depreciation	3,629	1,271	2,088	6,988
Total other expenses	<u>1,122,785</u>	<u>70,406</u>	<u>369,945</u>	<u>1,563,136</u>
Total functional expenses	<u>1,260,158</u>	<u>159,289</u>	<u>503,021</u>	<u>1,922,468</u>
Less expenses included with revenue on statement of activities	<u>-</u>	<u>-</u>	<u>(60,212)</u>	<u>(60,212)</u>
Total expenses included in the expense section of the statement of activities	<u>\$ 1,260,158</u>	<u>\$ 159,289</u>	<u>\$ 442,809</u>	<u>\$ 1,862,256</u>

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Program Services	Management and General	Fundraising	Total
Salaries and related benefits:				
Salaries and wages	\$ 116,747	\$ 62,955	\$ 110,613	\$ 290,315
Employee benefits and related taxes	17,622	9,313	16,227	43,162
Total salaries and related benefits	134,369	72,268	126,840	333,477
Other expenses:				
Grants awarded and related expenses	832,029	-	-	832,029
AS clinics	297,300	-	-	297,300
Biennial conference and symposium	52,394	-	-	52,394
Professional fees	26,800	38,286	12,984	78,070
Donated professional services	81,344	2,612	23,460	107,416
Program expenses	50,271	-	-	50,271
Marketing and promotions	58,410	2,612	23,704	84,726
Website	10,912	2,279	14,469	27,660
Postage and printing	3,237	1,883	18,394	23,514
Supplies	1,306	1,331	786	3,423
Equipment rental	902	458	721	2,081
Rent and utilities	7,252	4,559	8,909	20,720
Telephone	3,078	1,547	2,405	7,030
Insurance	3,952	4,694	1,168	9,814
Walk	-	-	152,827	152,827
Travel	3,750	-	2,151	5,901
Board of directors	-	4,961	-	4,961
Fees	13,805	1,065	10,619	25,489
Cost of direct benefits to donors	-	-	91,279	91,279
Miscellaneous	-	147	9,373	9,520
Depreciation	4,410	1,308	2,119	7,837
Total other expenses	1,451,152	67,742	375,368	1,894,262
Total functional expenses	1,585,521	140,010	502,208	2,227,739
Less expenses included with revenue on statement of activities	-	-	(91,279)	(91,279)
Total expenses included in the expense section of the statement of activities	\$ 1,585,521	\$ 140,010	\$ 410,929	\$ 2,136,460

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.
NOTES TO FINANCIAL STATEMENTS
SEPTEMBER 30, 2019 AND 2018

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES:

Angelman Syndrome Foundation, Inc. (the Foundation) was incorporated as a not-for-profit organization in 1990, under the laws of the State of Florida. Its mission is to advance the awareness and treatment of Angelman Syndrome through education and information, research, advocacy, and support for individuals with Angelman Syndrome, their families, and other concerned parties.

The financial statements were available to be issued February 3, 2020, with subsequent events being evaluated through this date.

The following summarizes the significant accounting policies and practices reflected in the accompanying financial statements:

Basis of Presentation -

Financial statement presentation follows the recommendations of the Accounting Standards Codification (ASC), *Financial Statements for Not-for-Profit Organizations*. Under the ASC, the Foundation is required to report information regarding two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Without donor restrictions - Net assets that are not subject to donor-imposed stipulations and may be expensed for any purpose in performing the primary objectives of the Foundation. These net assets may be used at the discretion of management and the board of directors.

With donor restrictions - Net assets subject to donor-imposed stipulations. Some donor restrictions are temporary in nature; those restrictions will be met either by actions of the Foundation and/or the passage of time. Other donor restrictions are perpetual in nature, where the donor has stipulated the funds be maintained in perpetuity.

Basis of Accounting -

The accounting records of the Foundation are maintained on the accrual basis which recognizes revenue as earned and expenses as they are incurred.

Cash and Cash Equivalents -

For purposes of the statement of cash flows, the Foundation considers all highly liquid instruments with an original maturity of three months or less to be cash equivalents.

Concentrations of Credit Risk -

Financial instruments which potentially subject the Foundation to concentrations of credit risk consist principally of cash. The Foundation places its cash and deposits with high credit quality financial institutions; however, deposits exceeded the federally insured limits at September 30, 2019 and 2018.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES: (Continued)

Concentrations of Credit Risk - (Continued)

During the years ended September 30, 2019 and 2018, the Foundation received approximately 45% and 57%, respectively, of its non-investment income from the annual fundraising walk held nationally to show the commitment to making a difference in the lives of Angelman Syndrome individuals and their families. This source of revenue is contingent upon the continued success of this event and may cause disruption in program activities if not conducted or successful.

Property and Equipment -

Property and equipment are stated at cost. It is the Foundation's policy to capitalize expenditures for items in excess of \$1,000. Lesser amounts are expensed. Depreciation is provided on the double declining balance method at rates designed to depreciate the costs of assets over estimated useful lives ranging from three to seven years.

Investments -

Investments are carried at fair value. Net realized and unrealized gains and losses are reflected in the statement of activities.

Support and Revenue -

The Foundation reports gifts of cash and other assets as with donor restrictions if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. If a restriction is fulfilled in the same time period in which the contribution is received, the Foundation reports the support as without donor restrictions.

Grant Award Recognition -

As a function of fulfilling its mission, the Foundation awards research grants that can be a one or two year grant. These disbursements may be conditional upon certain requirements that are to be fulfilled after the year ended September 30, 2019. Given the Foundation believes the possibility that such requirements for the first year of the award will not be met is remote, it records the full dollar amount of the portion of the first year awards as expense in that year. The second year of the award is conditional upon meeting condition set in the first year. These amounts are not expensed until the condition has been met.

(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND PRACTICES: (Continued)

New Accounting Pronouncement -

During 2019, the Foundation adopted ASU 2016-14, Not-for-Profit Entities (Topic 958) – *Presentation of Financial Statements of Not-for-Profit Entities*. This update to ASU 958 addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Foundation had adjusted the presentation of these statements accordingly. The ASU has been applied retrospectively to all periods presented.

Allocation of Expenses -

The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include salaries and wages, professional fees, supplies and depreciation, which are allocated on the basis estimated of time and effort.

In-Kind Contributions -

In addition to receiving cash contributions, the Foundation receives in-kind contributions from various donors. It is the policy of the Foundation to record the estimated fair value of certain in-kind donations as an expense in its financial statements, and similarly increase donations by a like amount. For the years ended September 30, 2019 and 2018, the value of in-kind donations totaled \$268,979 and \$241,928, respectively. Of the in-kind donations, \$268,979 and \$241,928 are included in the direct benefit to participants in the special events of the Foundation in 2019 and 2018, respectively.

Donated Services -

Contributions of services are required to be recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During the years ended September 30, 2019 and 2018, the Foundation received \$73,500 and \$147,000 of donated services meeting these criteria, respectively. Of the donated services, \$3,846 and \$39,584 are special events net of related expense in 2019 and 2018, respectively. Throughout the year, a substantial number of volunteers donated their time toward the activities of the Foundation, the value of which was not required to be included in the financial statements.

Estimates -

The Foundation prepares its financial statements according to generally accepted accounting principles that require the use of estimates and assumptions that affect 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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

(2) INCOME TAXES:

The Foundation has been determined by the Internal Revenue Service to be exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income tax has been established.

(3) INVESTMENTS:

The market value of investments for the years ended September 30 is as follows:

	<u>2019</u>	<u>2018</u>
Mutual funds	\$ <u>765,588</u>	\$ <u>755,664</u>

Investment return consists of the following:

	<u>2019</u>	<u>2018</u>
Interest and dividends	\$ 30,314	\$ 19,750
Net realized/unrealized gain (loss)	(5,743)	14,010
Investment fees	<u>(11,022)</u>	<u>(6,694)</u>
	<u>\$ 13,549</u>	<u>\$ 27,066</u>

(4) FAIR VALUE MEASUREMENTS:

The Accounting Standards Codification for Fair Value Measurements, established a framework for measuring fair value. That framework 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 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy are described as follows:

Level 1:

Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2:

Inputs to the valuation methodology include:

- quoted prices for similar assets or liabilities in active markets;
- quoted prices for identical or similar assets or liabilities in inactive markets;
- inputs other than quoted prices that are observable for the asset or liability;
- inputs that are derived principally from or corroborated by observable market data by correlation or other means.

(4) FAIR VALUE MEASUREMENTS: (Continued)

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:

Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

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 methodology used for assets measured at fair value. There have been no changes in the methodology used at September 30, 2019 and 2018.

Mutual Funds: Valued at the net asset value (NAV) of shares held by the Foundation at year end.

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 Foundation 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 table sets forth by level, within the fair value hierarchy, the Foundation's assets at fair value:

<u>Description</u>	<u>Assets at Fair Value as of September 30, 2019</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Bond funds	\$ 420,280	\$ -	\$ -	\$ 420,280
International funds	100,067	-	-	100,067
Large cap blended funds	112,385	-	-	112,385
Large cap value funds	65,853	-	-	65,853
Real estate funds	26,720	-	-	26,720
Small cap blended funds	40,283	-	-	40,283
Total investments	<u>\$ 765,588</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 765,588</u>

(4) FAIR VALUE MEASUREMENTS: (Continued)

<u>Description</u>	<u>Assets at Fair Value as of September 30, 2018</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Bond funds	\$ 405,774	\$ -	\$ -	\$ 405,774
International funds	107,031	-	-	107,031
Large cap blended funds	96,429	-	-	96,429
Large cap value funds	70,500	-	-	70,500
Real estate funds	25,449	-	-	25,449
Small cap blended funds	50,481	-	-	50,481
Total investments	<u>\$ 755,664</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 755,664</u>

(5) NET ASSETS:

Net assets without donor restrictions for the years ended September 30, 2019 and 2018 consist of the following:

	<u>2019</u>	<u>2018</u>
Board Designated -		
Operating and strategic reserves	\$ 420,000	\$ 420,000
Clinics	400,000	-
Research	<u>627,655</u>	<u>627,655</u>
	1,447,655	1,047,655
Undesignated	<u>310,246</u>	<u>200,076</u>
	<u>\$ 1,757,901</u>	<u>\$ 1,247,731</u>

Net assets with donor restrictions for the years ended September 30 are available for the following purposes:

	<u>2019</u>	<u>2018</u>
Conference and symposium scholarships	\$ -	\$ 2,159
Education	18,459	18,719
Communication	11,346	11,346
UNE Region	6,620	31,424
CCK Camp	-	<u>15,000</u>
	<u>\$ 36,425</u>	<u>\$ 78,648</u>

(6) EMPLOYEE BENEFIT PLAN:

The Foundation has a 403(b) plan for all of its eligible employees that matches up to six percent of the participating employee's contribution. The Foundation contributed \$14,479 and \$16,120 for the years ended September 30, 2019 and 2018, respectively.

(7) LEASE COMMITMENTS:

The Foundation leases an operating facility under a non-cancellable operating lease arrangement that expires in October, 2020. The Foundation also leases office equipment on a quarter-to-quarter basis with a payment of \$297. Rental expense for the years ended September 30, 2019 and 2018 was \$23,098 and \$22,715, respectively.

Future minimum rental commitments as of September 30, 2019 for all noncancelable leases are as follows:

2020	\$	21,967
2021		1,835

(8) LIQUIDITY AND AVAILABILITY:

The Foundation manages its cash available to meet general expenditures following three guiding principles:

- Operating within a prudent range of financial soundness and stability,
- Maintaining adequate liquid assets, and
- Maintaining sufficient reserves to provide reasonable assurance that long term grant commitments and obligations under endowments with donor restrictions and quasi-endowments that support mission fulfillment will continue to be met, ensuring the sustainability of the Foundation.

The Foundation's Grant Committee (the Committee) meets semi-annually to review and approve grant requests. Due to this timing, the Foundation strives to maintain financial assets available to meet general expenditures at a level that represents 100% of annual expenses for administrative, general, and fundraising expenses plus an amount that represents the expected payment for grant commitments approved by the Committee.

The table below presents financial assets available for general expenditures within one year at September 30, 2019:

	<u>2019</u>	<u>2018</u>
Financial assets at year end:		
Cash and cash equivalents	\$ 1,023,822	\$ 558,154
Investments	<u>765,588</u>	<u>755,664</u>
Total financial assets	<u>1,789,410</u>	<u>1,313,818</u>

(8) LIQUIDITY AND AVAILABILITY: (Continued)

	<u>2019</u>	<u>2018</u>
Less amounts not available to be used within one year:		
Donor-imposed restrictions	\$ (36,425)	\$ (78,648)
Board designated - Operating and strategic reserves	(420,000)	(420,000)
Board designated - Research Grants	<u>(627,655)</u>	<u>(620,655)</u>
 Financial assets not available to be used within one year	 <u>(1,084,080)</u>	 <u>(1,119,303)</u>
 Financial assets available to meet general Expenditures within one year	 <u>\$ 705,330</u>	 <u>\$ 194,515</u>

ANGELMAN SYNDROME FOUNDATION, INC.
SCHEDULE OF EXPENDITURES BY PROGRAM SERVICES
FOR THE YEAR ENDED SEPTEMBER 30, 2019

	Family Support	Education	Research	Biennial Conference and Symposium	Total
Salaries and wages	\$ 69,756	\$ -	\$ 18,664	\$ 34,026	\$ 122,446
Employee benefits and related taxes	8,486	-	2,416	4,025	14,927
Grants awarded and related expenses	-	-	484,955	-	484,955
AS clinics	140,301	-	-	-	140,301
Biennial conference and symposium	-	-	-	223,471	223,471
Professional fees	19,570	-	2,968	2,638	25,176
Donated professional services	9,921	-	7,772	11,161	28,854
Program expenses	65,014	-	26,401	-	91,415
Marketing and promotions	30,597	-	-	-	30,597
Website	4,841	-	3,167	69	8,077
Postage and printing	54,531	-	180	-	54,711
Supplies	875	-	294	240	1,409
Equipment rental	364	-	121	106	591
Rent and utilities	5,873	-	-	1,740	7,613
Telephone	1,812	-	604	537	2,953
Insurance	1,838	-	613	545	2,996
Travel	5,128	-	2,042	-	7,170
Fees	6,650	-	2,215	2	8,867
Depreciation	2,431	-	888	310	3,629
Total program expenses	\$ 427,988	\$ -	\$ 553,300	\$ 278,870	\$ 1,260,158

ANGELMAN SYNDROME FOUNDATION, INC.
SCHEDULE OF EXPENDITURES BY PROGRAM SERVICES
FOR THE YEAR ENDED SEPTEMBER 30, 2018

	Family Support	Education	Research	Biennial Conference and Symposium	Total
Salaries and wages	\$ 80,937	\$ -	\$ 16,200	\$ 19,610	\$ 116,747
Employee benefits and related taxes	11,157	-	3,465	3,000	17,622
Grants awarded and related expenses	-	-	832,029	-	832,029
AS clinics	297,300	-	-	-	297,300
Biennial conference and symposium	-	-	-	52,394	52,394
Professional fees	21,864	-	2,648	2,288	26,800
Donated professional services	58,410	-	17,770	5,164	81,344
Program expenses	2,064	2,856	45,351	-	50,271
Marketing and promotions	58,410	-	-	-	58,410
Website	7,432	-	3,416	64	10,912
Postage and printing	3,163	-	74	-	3,237
Supplies	971	-	179	156	1,306
Equipment rental	582	-	174	146	902
Rent and utilities	5,645	-	-	1,607	7,252
Telephone	1,920	-	618	540	3,078
Insurance	2,425	-	808	719	3,952
Travel	2,709	-	1,041	-	3,750
Fees	11,245	-	2,556	4	13,805
Depreciation	2,897	-	1,199	314	4,410
	<u>\$ 569,131</u>	<u>\$ 2,856</u>	<u>\$ 927,528</u>	<u>\$ 86,006</u>	<u>\$ 1,585,521</u>
Total program expenses	<u>\$ 569,131</u>	<u>\$ 2,856</u>	<u>\$ 927,528</u>	<u>\$ 86,006</u>	<u>\$ 1,585,521</u>