

**ANGELMAN SYNDROME FOUNDATION, INC.**

**FINANCIAL STATEMENTS  
AS OF SEPTEMBER 30, 2022 AND 2021**

**TOGETHER WITH AUDITOR'S REPORT**

## INDEPENDENT AUDITOR'S REPORT

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

### *Opinion*

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, 2022 and 2021, and the related statements of activities, cash flows and functional expenses for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of September 30, 2022 and 2021, 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.

### *Basis for Opinion*

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation, and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Responsibilities of Management for the Financial Statements*

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

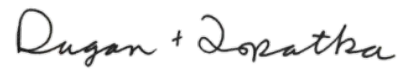
- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Independent Auditor's Report  
To the Board of Directors of  
    Angelman Syndrome Foundation, Inc.  
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***Report on Supplementary Information***

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  
December 12, 2022

ANGELMAN SYNDROME FOUNDATION, INC.  
STATEMENT OF FINANCIAL POSITION  
SEPTEMBER 30, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<u>A S S E T S</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 1,214,351	\$ 918,772
Pledges receivable, current portion	10,000	-
Investments	786,039	897,812
Prepaid expenses	49,326	21,321
Total current assets	<u>2,059,716</u>	<u>1,837,905</u>
PROPERTY AND EQUIPMENT, at cost:		
Office furniture, fixtures, and equipment	2,921	2,921
Computer hardware	14,216	11,216
Software	533,285	533,285
Website	24,000	24,000
Less - Accumulated depreciation	<u>(424,490)</u>	<u>(267,142)</u>
Net property and equipment	<u>149,932</u>	<u>304,280</u>
OTHER ASSETS:		
Pledges receivable, long-term portion	<u>40,000</u>	<u>-</u>
Total assets	<u>\$ 2,249,648</u>	<u>\$ 2,142,185</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 216,417	\$ 60,901
Accrued payroll expenses	<u>49,357</u>	<u>45,771</u>
Total current liabilities	265,774	106,672
LONG-TERM LIABILITIES:		
Note payable	<u>-</u>	<u>87,000</u>
Total liabilities	<u>265,774</u>	<u>193,672</u>
NET ASSETS:		
Without donor restrictions	1,389,409	1,933,309
With donor restrictions	<u>594,465</u>	<u>15,204</u>
Total net assets	<u>1,983,874</u>	<u>1,948,513</u>
Total liabilities and net assets	<u>\$ 2,249,648</u>	<u>\$ 2,142,185</u>

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEARS ENDED SEPTEMBER 30, 2022 AND 2021

	2022			2021		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>PUBLIC SUPPORT AND REVENUE:</b>						
Contributions	\$ 1,022,677	\$ 1,314,029	\$ 2,336,706	\$ 1,035,667	\$ 341,661	1,377,328
Biennial conference	152,724	-	152,724	96,121	-	96,121
Special events, net of related expenses, which includes in-kind revenue of \$206,733 and \$73,086 for 2022 and 2021, respectively	1,204,052	-	1,204,052	647,841	-	647,841
Net investment return (loss)	(107,929)	-	(107,929)	125,990	-	125,990
Other income	3,626	-	3,626	11,552	-	11,552
Forgiveness of Payroll Protection Program (PPP) loan	87,000	-	87,000	87,000	-	87,000
Loss on disposal of fixed assets	-	-	-	(1,067)	-	(1,067)
Net assets released from restrictions - satisfaction of program restrictions	734,768	(734,768)	-	343,461	(343,461)	-
Total public support and revenue	<u>3,096,918</u>	<u>579,261</u>	<u>3,676,179</u>	<u>2,346,565</u>	<u>(1,800)</u>	<u>2,344,765</u>
<b>FUNCTIONAL EXPENSES:</b>						
Program services -						
Family Support	1,464,448	-	1,464,448	710,897	-	710,897
Research	1,061,322	-	1,061,322	739,010	-	739,010
Biennial Conference and Symposium	375,340	-	375,340	69,231	-	69,231
Total program services	2,901,110	-	2,901,110	1,519,138	-	1,519,138
Management and general	219,898	-	219,898	170,322	-	170,322
Fundraising	519,810	-	519,810	421,937	-	421,937
Total functional expenses	<u>3,640,818</u>	<u>-</u>	<u>3,640,818</u>	<u>2,111,397</u>	<u>-</u>	<u>2,111,397</u>
CHANGE IN NET ASSETS	(543,900)	579,261	35,361	235,168	(1,800)	233,368
NET ASSETS, Beginning of year	<u>1,933,309</u>	<u>15,204</u>	<u>1,948,513</u>	<u>1,698,141</u>	<u>17,004</u>	<u>1,715,145</u>
NET ASSETS, End of year	<u>\$ 1,389,409</u>	<u>\$ 594,465</u>	<u>\$ 1,983,874</u>	<u>\$ 1,933,309</u>	<u>\$ 15,204</u>	<u>\$ 1,948,513</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, 2022 AND 2021

	<u>2022</u>	<u>2021</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in total net assets	\$ 35,361	\$ 233,368
Adjustments to reconcile change in total net assets to net cash provided by operating activities:		
Depreciation	162,412	136,684
Loss on disposal of fixed assets	-	1,067
Forgiveness of PPP loan	(87,000)	(87,000)
Net unrealized/realized investment (gain) loss	134,208	(115,920)
Change in assets and liabilities:		
(Increase) in pledges receivable	(50,000)	-
Decrease in inventory	-	5,758
(Increase) in prepaid expenses	(28,005)	(14,165)
Decrease in security deposits	-	1,539
Increase in accounts payable	155,516	32,819
Increase (decrease) in accrued payroll expenses	3,586	(15,864)
	<u>290,717</u>	<u>(55,082)</u>
Net adjustments		
Net cash provided by operating activities	<u>326,078</u>	<u>178,286</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of investments	(27,499)	(7,129)
Purchase of property and equipment	(3,000)	(234,408)
	<u>(30,499)</u>	<u>(241,537)</u>
Net cash (used in) investing activities		
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Proceeds from note payable	-	87,000
	<u>295,579</u>	<u>23,749</u>
<b>NET CHANGE IN CASH AND CASH EQUIVALENTS</b>		
CASH AND CASH EQUIVALENTS, Beginning of year	918,772	895,023
	<u>\$ 1,214,351</u>	<u>\$ 918,772</u>
CASH AND CASH EQUIVALENTS, End of year		

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	Program Services	Management and General	Fundraising	Total
Salaries and related benefits:				
Salaries and wages	\$ 141,721	\$ 98,454	\$ 155,131	\$ 395,306
Employee benefits and related taxes	14,816	12,292	18,509	45,617
Total salaries and related benefits	156,537	110,746	173,640	440,923
Other expenses:				
Grants awarded and related expenses	1,023,614	-	-	1,023,614
Angelman Syndrome clinics & database	635,754	-	-	635,754
Biennial conference and symposium	280,912	-	-	280,912
Professional fees	85,057	49,918	39,854	174,829
Program expenses	350,342	-	-	350,342
Marketing and promotions	117,467	4,139	41,957	163,563
Website	24,946	7,579	15,569	48,094
Postage and printing	11,944	2,143	31,341	45,428
Supplies	929	1,874	2,144	4,947
Equipment rental	278	341	336	955
Rent and utilities	939	628	1,134	2,701
Telephone	1,243	832	24,503	26,578
Insurance	7,465	6,146	18,494	32,105
Walk	-	-	37,997	37,997
Travel	28,556	100	12,302	40,958
Board of directors	-	6,994	-	6,994
Fees	13,905	7,088	95,373	116,366
Cost of direct benefits to donors	-	-	262,279	262,279
Miscellaneous	-	20,946	24,400	45,346
Depreciation	161,222	424	766	162,412
Total other expenses	2,744,573	109,152	608,449	3,462,174
Total functional expenses	2,901,110	219,898	782,089	3,903,097
Less expenses included with revenue on statement of activities	-	-	(262,279)	(262,279)
Total expenses included in the expense section of the statement of activities	\$ 2,901,110	\$ 219,898	\$ 519,810	\$ 3,640,818

The accompanying notes are an integral part of this statement.



ANGELMAN SYNDROME FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Program Services	Management and General	Fundraising	Total
Salaries and related benefits:				
Salaries and wages	\$ 130,630	\$ 104,111	\$ 163,178	\$ 397,919
Employee benefits and related taxes	12,324	12,008	17,598	41,930
	142,954	116,119	180,776	439,849
Other expenses:				
Grants awarded and related expenses	707,206	-	-	707,206
Angelman Syndrome clinics	151,045	-	-	151,045
Biennial conference and symposium	24,186	-	-	24,186
Professional fees	71,458	32,767	49,871	154,096
Program expenses	211,537	-	-	211,537
Marketing and promotions	17,826	531	23,608	41,965
Website	25,907	3,829	20,455	50,191
Postage and printing	7,923	1,935	32,519	42,377
Supplies	271	1,078	1,064	2,413
Equipment rental	441	296	431	1,168
Rent and utilities	1,496	786	1,459	3,741
Telephone	1,639	860	1,596	4,095
Insurance	3,130	3,877	11,116	18,123
Walk	-	-	20,598	20,598
Travel	5,773	78	3,135	8,986
Fees	12,065	6,075	59,536	77,676
Cost of direct benefits to donors	-	-	92,745	92,745
Miscellaneous	-	1,247	14,214	15,461
Depreciation	134,281	844	1,559	136,684
	1,376,184	54,203	333,906	1,764,293
Total other expenses	1,376,184	54,203	333,906	1,764,293
Total functional expenses	1,519,138	170,322	514,682	2,204,142
Less expenses included with revenue on statement of activities	-	-	(92,745)	(92,745)
Total expenses included in the expense section of the statement of activities	\$ 1,519,138	\$ 170,322	\$ 421,937	\$ 2,111,397

The accompanying notes are an integral part of this statement.

ANGELMAN SYNDROME FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS  
SEPTEMBER 30, 2022 AND 2021

(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 December 12, 2022, 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.

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.

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.

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

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 on September 30, 2022 and 2021.

During the years ended September 30, 2022 and 2021, the Foundation received approximately 33% and 30%, 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.

Pledge Receivables -

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the contributions are received. Amortization of the discounts is included in contribution revenue. All pledges receivable are considered fully collectible based on past experience and management's judgment; therefore, no allowance for doubtful contribution accounts receivable is needed.

Investments -

Investments are carried at fair value. Net realized and unrealized gains and losses are reflected in the statement of activities. Investment securities, in general, are exposed to various risks, such as interest rate, credit and overall market volatility. Due to the level of market risk associated with certain investment securities, it is possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position.

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.

Grant Award Recognition -

As a function of fulfilling its mission, the Foundation awards research grants that can be a one or two year grant. The second year of the award is conditional upon meeting measurable performance or other barriers set in the first year and therefore these amounts are not expensed until the barriers has been met.

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

Contributions and Grants -

The Foundation recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met. The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the assets, or if they are designated as support for future periods. 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. Donor-imposed contributions whose restrictions are met in the same reporting period are reported as net assets without donor restrictions.

In-Kind Contributions -

In addition to receiving cash contributions, the Foundation receives in-kind contributions from various donors. Donations in-kind are sought by the Foundation to (1) offset event expenses. Examples include donated equipment and structural rentals, supplies, such as helium, event aesthetics or other non-consumable supplies; (2) to enhance the participant experience at local walk sites and grassroots special events. Examples include food and beverages for participants, prizes for contest winners and event giveaways; (3) to assist in fundraising efforts at the local level. Examples include raffle and auction items such as goods and services. Items donated are tracked locally and shared with the Foundation's national office via a donation-in-kind form. The estimated fair value is provided by the donor using estimated wholesale prices of identical or similar items using pricing data under a "like-kind" methodology considering the items conditions for use. Estimates are made only for non-reporting event sites by averaging the total donations in kind reported and received by the Foundation's office and determining an average amount per participant. This average amount per participant is applied to the number of participants at each non-reporting event site. For the years ended September 30, 2022 and 2021, the value of in-kind donations totaled \$206,733 and \$73,086, respectively. Of the in-kind donations, \$206,733 and \$73,086 are included in the cost of direct benefits to donors in the statement of functional expenses in 2022 and 2021, respectively.

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.

Reclassification -

Prior year amounts have been reclassified to be consistent with current year presentation.

(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) PLEDGES RECEIVABLE:

At September 30, 2022 and 2021, the timing of payments of pledges receivable as determined by the underlying agreements are expected to be as follows:

	<u>2022</u>	<u>2021</u>
Receivable in less than one year	\$ 10,000	\$ -
Receivable in greater than one year and less than five years	<u>40,000</u>	<u>-</u>
Total pledges receivable	50,000	-
Less unamortized discounts	<u>-</u>	<u>-</u>
Net pledges receivable	<u>\$ 50,000</u>	<u>\$ -</u>

(4) INVESTMENTS:

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

	<u>2022</u>	<u>2021</u>
Mutual funds	<u>\$ 786,039</u>	<u>\$ 897,812</u>

Investment return (loss) consists of the following:

	<u>2022</u>	<u>2021</u>
Interest and dividends	\$ 35,166	\$ 17,717
Net realized/unrealized gain (loss)	(134,208)	115,920
Investment fees	<u>(8,887)</u>	<u>(7,647)</u>
	<u>\$ (107,929)</u>	<u>\$ 125,990</u>

(5) 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.

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 on September 30, 2022 and 2021:

Mutual Funds: Valued at the closing price reported on the active market on which the individual securities are traded.

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.

(5) FAIR VALUE MEASUREMENTS: (Continued)

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, 2022</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Bond funds	\$ 490,757	\$ -	\$ -	\$ 490,757
International funds	91,417	-	-	91,417
Large cap blended funds	89,783	-	-	89,783
Large cap value funds	53,189	-	-	53,189
Real estate funds	22,149	-	-	22,149
Small cap blended funds	<u>38,744</u>	<u>-</u>	<u>-</u>	<u>38,744</u>
Total investments	<u>\$ 786,039</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 786,039</u>

<u>Description</u>	<u>Assets at Fair Value as of September 30, 2021</u>			
	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Mutual funds:				
Bond funds	\$ 537,069	\$ -	\$ -	\$ 537,069
International funds	116,745	-	-	116,745
Large cap blended funds	106,331	-	-	106,331
Large cap value funds	63,442	-	-	63,442
Real estate funds	28,289	-	-	28,289
Small cap blended funds	<u>45,936</u>	<u>-</u>	<u>-</u>	<u>45,936</u>
Total investments	<u>\$ 897,812</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 897,812</u>

(6) NOTES PAYABLE:

In April 2020, the Foundation qualified and was approved for a PPP loan, payable to a bank as part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act in the amount of \$87,000. Interest accrues at 1%, with the amount to be repaid in equal installments of principal and interest, beginning at the earlier of the date the SBA remits the loan forgiveness amount, or 10 months after the end of the forgivable covered period, with the final payment due April 2022. As part of the agreement, the entire loan, or a portion can be forgiven. During fiscal year 2021, the Foundation received full forgiveness.

In February 2021, the Foundation qualified and was approved for a second PPP loan, payable to a bank as part of the Economic Aid Act in the amount of \$87,000. Interest accrues at 1%, with the amount to be repaid in equal installments of principal and interest, beginning at the earlier of the date the SBA remits the loan forgiveness amount, or 10 months after the end of the forgivable covered period, with the final payment due April 2026. As part of the agreement, the entire loan, or a portion can be forgiven. During fiscal year 2022, the Foundation received full forgiveness.

(7) NET ASSETS:

Net assets without donor restrictions for the years ended September 30, 2022 and 2021 consist of the following:

	<u>2022</u>	<u>2021</u>
Board Designated -		
Operating and strategic reserves	\$ 600,000	\$ 420,000
Clinics	-	400,000
Research	<u>627,655</u>	<u>627,655</u>
	1,227,655	1,447,655
Undesignated	<u>161,754</u>	<u>485,654</u>
	<u>\$ 1,389,409</u>	<u>\$ 1,933,309</u>

Net assets with donor restrictions for the years ended September 30, 2022 and 2021 are available for the following purposes:

	<u>2022</u>	<u>2021</u>
Education	\$ 3,858	\$ 3,858
Communication	11,346	11,346
Clinics	50,000	-
Pritzker Fellowship	<u>529,261</u>	<u>-</u>
	<u>\$ 594,465</u>	<u>\$ 15,204</u>

(8) 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 \$16,274 and \$15,087 for the years ended September 30, 2022 and 2021, respectively.

(9) LEASES:

The Foundation leases office equipment on a quarter-to-quarter basis with a payment of \$297. Rental expense for the years ended September 30, 2022 and 2021 was \$2,701 and \$3,741, respectively.

(10) CONCENTRATION:

The Foundation had approximately 14% of its total public support and revenue directly from one donor for the year ended September 30, 2022.



(11) 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 on September 30, 2022 and 2021:

	<u>2022</u>	<u>2021</u>
Financial assets at year-end:		
Cash and cash equivalents	\$ 1,214,351	\$ 918,772
Pledges receivable	10,000	-
Investments	<u>786,039</u>	<u>897,812</u>
Total financial assets	<u>2,010,390</u>	<u>1,816,584</u>
Less amounts not available to be used within one year:		
Donor-imposed restrictions	(594,465)	(15,204)
Board designated - Operating and strategic reserves	(600,000)	(420,000)
Board designated - Research Grants	<u>(627,655)</u>	<u>(627,655)</u>
Financial assets not available to be used within one year	<u>(1,822,120)</u>	<u>(1,062,859)</u>
Financial assets available to meet general expenditures within one year	<u>\$ 188,270</u>	<u>\$ 753,725</u>

ANGELMAN SYNDROME FOUNDATION, INC.  
SCHEDULE OF EXPENDITURES BY PROGRAM SERVICES  
FOR THE YEAR ENDED SEPTEMBER 30, 2022

	<u>Family Support</u>	<u>Research</u>	<u>Biennial Conference and Symposium</u>	<u>Total</u>
Salaries and wages	\$ 94,730	\$ 17,048	\$ 29,943	\$ 141,721
Employee benefits and related taxes	9,984	1,623	3,209	14,816
Grants awarded and related expenses	-	1,023,614	-	1,023,614
Angelman Syndrome clinics & database	635,754	-	-	635,754
Biennial conference and symposium	-	-	280,797	280,797
Conferences not held by ASF	115	-	-	115
Professional fees	81,092	1,326	2,639	85,057
Program expenses	350,342	-	-	350,342
Marketing and promotions	87,372	6,132	23,963	117,467
Website	14,598	3,291	7,057	24,946
Postage and printing	8,116	5	3,823	11,944
Supplies	673	33	223	929
Equipment rental	204	26	48	278
Rent and utilities	689	88	162	939
Telephone	912	116	215	1,243
Insurance	6,115	545	805	7,465
Travel	5,879	5,616	17,061	28,556
Fees	6,819	1,800	5,286	13,905
Depreciation	161,054	59	109	161,222
	<u>\$ 1,464,448</u>	<u>\$ 1,061,322</u>	<u>\$ 375,340</u>	<u>\$ 2,901,110</u>
Total program expenses	<u>\$ 1,464,448</u>	<u>\$ 1,061,322</u>	<u>\$ 375,340</u>	<u>\$ 2,901,110</u>

ANGELMAN SYNDROME FOUNDATION, INC.  
SCHEDULE OF EXPENDITURES BY PROGRAM SERVICES  
FOR THE YEAR ENDED SEPTEMBER 30, 2021

	Family Support	Research	Biennial Conference and Symposium	Total
Salaries and wages	\$ 98,747	\$ 16,774	\$ 15,109	\$ 130,630
Employee benefits and related taxes	9,370	1,555	1,399	12,324
Grants awarded and related expenses	-	707,206	-	707,206
Angelman Syndrome clinics & database	151,045	-	-	151,045
Biennial conference and symposium	-	-	24,186	24,186
Professional fees	64,841	1,662	4,955	71,458
Program expenses	211,537	-	-	211,537
Marketing and promotions	11,289	2,661	3,876	17,826
Website	13,687	4,645	7,575	25,907
Postage and printing	1,384	27	6,512	7,923
Supplies	98	12	161	271
Equipment rental	331	70	40	441
Rent and utilities	1,122	187	187	1,496
Telephone	1,229	205	205	1,639
Insurance	2,396	474	260	3,130
Travel	3,338	1,606	829	5,773
Fees	6,638	1,686	3,741	12,065
Depreciation	133,845	240	196	134,281
	<u>\$ 710,897</u>	<u>\$ 739,010</u>	<u>\$ 69,231</u>	<u>\$ 1,519,138</u>
Total program expenses	<u>\$ 710,897</u>	<u>\$ 739,010</u>	<u>\$ 69,231</u>	<u>\$ 1,519,138</u>