

**Congenital Adrenal Hyperplasia Research,  
Education and Support Foundation, Inc.**

Financial Statements

December 31, 2007

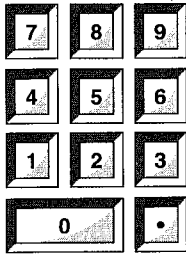
# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

Financial Statements

December 31, 2007

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## **HACKER, KROLL & COMPANY, P.A.**

*Certified Public Accountants*

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### **Independent Accountant's Report**

To Board of Directors  
Congenital Adrenal Hyperplasia Research,  
Education and Support Foundation, Inc.  
2414 Morris Avenue, Suite 110  
Union, New Jersey 07083

We have audited the accompanying statement of financial position of Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc. as of December 31, 2007, and the related statements of activities, functional expenses and cash flows for the year then ended. These financial statements are the responsibility of Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.'s management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit 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 includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc. as of December 31, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

*Hacker, Kroll & Company, P.A.*  
Hacker, Kroll & Company, P.A.

May 1, 2008

# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

## **Statements of Financial Position**

December 31, 2007

### **Assets**

Cash	\$ 9,191
Cash – Savings	185,872
Investments	50,000
Prepaid expenses	910
Furniture and Fixtures and Equipment-Net	16,709
Security Deposit	<u>3,500</u>
Total Assets	<u>\$ 266,182</u>

### **Liabilities and Net Assets**

#### **Liabilities:**

Accounts Payable	\$ 9,938
Payroll Taxes Payable	<u>310</u>

Total Liabilities 10,248

#### **Net Assets:**

Temporarily Restricted	64,331
Unrestricted	<u>191,603</u>

Total Net Assets 255,934

Total Liabilities and Net Assets \$ 266,182

# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

## **Statements of Activities**

For the Year ended December 31, 2007

### **Changes in unrestricted net assets:**

Revenues:	
Contributions	\$ 225,453
Interest and Dividends	8,793
Fire Insurance Income	<u>16,706</u>
Total Revenues	<u>250,952</u>
Expenses:	
Program	323,516
Management and general	40,782
Fund Raising	<u>28,205</u>
Total Expenses	<u>392,503</u>
Increase (Decrease) in unrestricted net assets from Operations	<u>(141,551)</u>
Net Assets released from Restriction	<u>137,998</u>
Increase (Decrease) in unrestricted net assets	<u>(3,553)</u>
<b>Changes in temporarily restricted net assets:</b>	
Contributions	110,383
Net assets released from restrictions	<u>137,998</u>
Increase (Decrease) in temporarily restricted net assets	<u>(27,615)</u>
Increase (Decrease) in net assets	(31,168)
Net assets at beginning of year	<u>287,102</u>
Net Assets at End of Year	<u>\$ 255,934</u>

# Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.

## Statements of Functional Expenses

For the Year ended December 31, 2007

	<u>Program Services</u>	<u>Management &amp; General</u>	<u>Fundraising</u>	<u>Totals</u>
Audio Visual	\$ 1,440	\$	\$	\$ 1,440
Bank and Credit Card Fees	190	539	1,710	2,439
Computer Expenses	238			238
Consulting	38,266	7,926	2,747	48,939
Copyrights	90			90
Dues and Subscriptions	402	419	109	930
Depreciation		8,232		8,232
Event Costs	12,351			12,351
Family Financial Assistance	3,579			3,579
Insurance	1,797	1,014	100	2,911
License and Permits		26	1,474	1,500
Miscellaneous	2,195	879		3,074
Payroll Expense	119,691	11,434	6,744	137,869
Payroll Taxes	10,312	985	582	11,879
Postage and Delivery	13,096	256	5,651	19,003
Printing and Reproduction	12,065	211	6,910	19,186
Professional Fees		5,000		5,000
Professional Training & Education	300	130		430
Rent	17,345	964	964	19,273
Scholarships and Grants	66,000			66,000
Supplies	4,735	1,675	909	7,319
Telephone	5,380	672	247	6,299
Translation Services	2,146			2,146
Travel	11,662	420		12,082
Website Maintenance	<u>236</u>	<u></u>	<u>58</u>	<u>294</u>
<b>TOTAL EXPENSES</b>	<b><u>\$ 323,516</u></b>	<b><u>\$ 40,782</u></b>	<b><u>\$ 28,205</u></b>	<b><u>\$392,503</u></b>

# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

## **Statement of Cash Flows**

For the Year ended December 31, 2007

### **Cash flows from operating activities**

Increase in net assets	\$ (31,168)
Adjustments to reconcile increase or decrease in net assets:	
Depreciation	8,232
Cash provided by operating activities:	
(Increase) Decrease in Prepaid Expenses and Security Deposit	109
Increase (Decrease) - Accounts Payable and other liabilities	<u>9,407</u>
Net Cash provided by operating activities	<u>(13,420)</u>

### **Cash flows from investing activities**

Furniture, fixtures and equipment	<u>(1,814)</u>
Net cash used in investing activities	<u>(1,814)</u>
Net Increase (decrease) in cash	(15,234)
Cash at beginning of year	<u>260,297</u>
Cash at end of year	<u><u>\$ 245,063</u></u>

# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

Notes to Financial Statements  
December 31, 2007

## **1. Summary of Significant Accounting Policies**

### **Organization and Description of Program**

Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc. is dedicated to educating the public and physicians about all forms of Congenital Adrenal Hyperplasia, its symptoms, diagnostic protocols, treatment, genetic frequency, the necessity of early intervention and benefits of newborn screening. It is also dedicated to providing support and information to affected individuals and their families.

### **Basis of Presentation**

Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.'s financial statements have been prepared on the accrual basis of accounting and in accordance with Statements of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made*, and No. 117, *Financial Statements for Not-for-Profit Organizations*. Statement No. 116 requires that contributions be recognized as additions to net assets when they are received at their fair values. Statement No. 117 requires that resources be classified for accounting and reporting purposes into separate classes of net assets (unrestricted, temporarily restricted and permanently restricted) based on the existence or absence of donor-imposed restrictions. Assets and liabilities are presented in the order of their relative liquidity.

### **Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

### **Income Taxes**

The Foundation is exempt from federal income taxes under the Internal Revenue Code, Section 501 (c) (3); accordingly, no provision is made for state and federal income taxes.

### **Investments**

Investments consist of certificates of deposit and certain other fixed income securities that do not contain market risk with regard to principle.

### **Fixed Assets**

Fixed assets are stated at cost net of accumulated depreciation of \$13,038 for furniture, fixtures and equipment. Depreciation is recorded on the straight-line method over the useful economic life of the assets as follows:

Furniture, Fixtures and Equipment	5 to 10 years
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# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

## **Notes to Financial Statements (Continued)**

### **1. Summary of Significant Accounting Policies (continued)**

#### **Donor-Imposed Restrictions**

The expiration of a donor-imposed restriction on a contribution occurs in the period when the stipulated purpose for which the resource was restricted has been fulfilled. Resources that are no longer restricted are reclassified to unrestricted net assets for financial statement presentation purposes.

#### **In-Kind Contributions**

Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc. received in-kind contributions of goods and services amounting to \$8,536 for the year ended December 31, 2007. These contributions consisted of supplies for operations which were expensed.

#### **Allocation of Joint Costs**

In accordance with SFAS-117 *Financial Statements of Not-for-Profit Organizations*, The Foundation classifies its functional expenses as program, management and general, and fund raising expenses. Joint costs are allocated based on the number of employee hours, square footage and determined usage. Joint costs include salaries and wages, payroll taxes and benefits, occupancy costs, telephone, insurance and equipment rentals.

### **2. Commitments**

On April 19, 2006 the Foundation entered into an operating lease agreement for its new office space at 2414 Morris Avenue, Union New Jersey for the thirty-six month period beginning May 1, 2006 and ending April 20, 2009. The terms of the lease required a fixed monthly payment of \$1,224 for the term plus \$400 per month for extra office space. Future minimum lease payments under this agreement in each of the following fiscal years are:

<u>Fiscal Year Ended</u>	<u>Amount</u>
December 31, 2008	\$ 19,488
December 31, 2009	<u>6,496</u>
	<u>\$ 25,984</u>

# **Congenital Adrenal Hyperplasia Research, Education and Support Foundation, Inc.**

## **Notes to Financial Statements (Continued)**

### **3. Temporarily Restricted Net Assets**

Temporarily restricted net assets of \$64,331 consist primarily of funds designated for specific purposes such as Research, office expansion and publications.