

DYSTONIA MEDICAL RESEARCH FOUNDATION

FINANCIAL STATEMENTS

for the years ending December 31, 2016 and 2015

# **GAIL L. MATHEWS & ASSOCIATES LLC**

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**MEMBER**  
AMERICAN INSTITUTE OF CERTIFIED  
PUBLIC ACCOUNTANTS  
ILLINOIS CPA SOCIETY

## Report of Independent Auditor

The Board of Directors  
Dystonia Medical Research Foundation

We have audited the accompanying financial statements of the Dystonia Medical Research Foundation (the Foundation) which comprise the statements of financial position as of December 31, 2016 and 2015, and the related statements of activities, functional expenses 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 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 misstatements, 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 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.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Dystonia Medical Research Foundation as of December 31, 2016 and 2015, 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.

*Gail L. Mathews & Associates LLC*

Glen Ellyn, Illinois  
February 7, 2017

DYSTONIA MEDICAL RESEARCH FOUNDATION  
STATEMENTS OF FINANCIAL POSITION  
December 31, 2016 and 2015

	2016	2015
Assets		
Cash and cash equivalents including segregated Dystonia Coalition cash of \$352,248 in 2016 and \$195,245 in 2015	\$ 2,070,663	\$ 798,488
Board designated cash	1,500,000	
Short-term investments	1,425,572	1,590,797
Unconditional promises to give	197,293	116,261
Other current assets	5,093	11,761
Equipment and leasehold improvements, less \$22,724 and \$35,618, respectively, of accumulated depreciation	27,549	8,771
Other assets	5,500	5,500
Total assets	<u>\$ 5,231,670</u>	<u>\$ 2,531,578</u>
Liabilities and Net Assets		
Grants and fellowships payable	\$ 311,250	\$ 492,304
Accounts payable and accrued expenses	87,433	64,600
Deferred rent payable	45,839	
Dystonia Coalition agency liability funds	352,248	195,245
Total liabilities	796,770	752,149
Designated by the Board for science	1,500,000	
Undesignated	1,201,026	680,395
Total unrestricted net assets	2,701,026	680,395
Temporarily restricted net assets	1,733,874	1,099,034
Total net assets	4,434,900	1,779,429
Total liabilities and net assets	<u>\$ 5,231,670</u>	<u>\$ 2,531,578</u>

See accompanying notes.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
STATEMENTS OF ACTIVITIES  
for the years ended December 31, 2016 and 2015

	2016			2015		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
Revenues, gains and other support						
Donations and grants	\$ 1,538,892	\$ 1,032,551	\$ 2,571,443	\$ 1,319,489	\$ 475,041	\$ 1,794,530
Bequests	2,246,413		2,246,413	21,168		21,168
Special events net of direct benefits to donors of \$50,366 and \$45,585, respectively	335,088	50,000	385,088	272,848		272,848
Investment income - interest	1,833	217	2,050	2,301	240	2,541
Other	13,783		13,783	4,222		4,222
Net assets released from restrictions	<u>447,928</u>	<u>(447,928)</u>		<u>662,343</u>	<u>(662,343)</u>	
Total revenues, gains and other support	<u>4,583,937</u>	<u>634,840</u>	<u>5,218,777</u>	<u>2,282,371</u>	<u>(187,062)</u>	<u>2,095,309</u>
Expenses						
Program services						
Science	1,263,772		1,263,772	1,397,414		1,397,414
Awareness and education	582,234		582,234	327,143		327,143
Membership and support	159,971		159,971	127,066		127,066
Advocacy	<u>125,573</u>		<u>125,573</u>	<u>133,930</u>		<u>133,930</u>
Total program services	2,131,550		2,131,550	1,985,553		1,985,553
Supporting services						
Administration	163,132		163,132	198,966		198,966
Fundraising	<u>268,624</u>		<u>268,624</u>	<u>261,422</u>		<u>261,422</u>
Total expenses	<u>2,563,306</u>		<u>2,563,306</u>	<u>2,445,941</u>		<u>2,445,941</u>
Change in net assets	2,020,631	634,840	2,655,471	(163,570)	(187,062)	(350,632)
Net assets at beginning of year	<u>680,395</u>	<u>1,099,034</u>	<u>1,779,429</u>	<u>843,965</u>	<u>1,286,096</u>	<u>2,130,061</u>
Net assets at end of year	<u>\$ 2,701,026</u>	<u>\$ 1,733,874</u>	<u>\$ 4,434,900</u>	<u>\$ 680,395</u>	<u>\$ 1,099,034</u>	<u>\$ 1,779,429</u>

See accompanying notes.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
for the year ended December 31, 2016

	<u>Science</u>	<u>Awareness and Education</u>	<u>Membership and Support</u>	<u>Advocacy</u>	<u>Total Program Services</u>	<u>Administration</u>	<u>Fund Raising</u>	<u>Total</u>
Medical research	\$ 723,210				\$ 723,210			\$ 723,210
Compensation	311,463	\$ 181,434	\$ 112,982	\$ 16,778	622,657	\$ 103,125	\$ 158,229	884,011
Canadian awareness project		160,000			160,000			160,000
Meetings, workshops, symposia	48,914	48,661	3,822	44,676	146,073	2,215	4,439	152,727
Occupancy	19,474	23,668	21,904	1,794	66,840	13,639	15,887	96,366
Communications	8,939	12,124	4,193	199	25,455	2,213	6,356	34,024
Printing/media	38	39,082	24	151	39,295	14	26,137	65,446
Postage/delivery	5,329	40,550	3,314	237	49,430	2,111	13,079	64,620
Supplies	4,881	39,633	3,327	129	47,970	1,440	7,327	56,737
Travel	62,891	14,710	3,774	11,751	93,126	1,091	14,503	108,720
Special events							7,808	7,808
Insurance, property/liability	2,694	2,144	1,718	90	6,646	996	1,965	9,607
Consultants/professional fees	55,140	12,986	1,024	49,248	118,398	21,221	2,602	142,221
Miscellaneous	18,988	5,801	2,734	460	27,983	14,398	8,971	51,352
Depreciation	1,811	1,441	1,155	60	4,467	669	1,321	6,457
Total	<u>\$ 1,263,772</u>	<u>\$ 582,234</u>	<u>\$ 159,971</u>	<u>\$ 125,573</u>	<u>\$ 2,131,550</u>	<u>\$ 163,132</u>	<u>\$ 268,624</u>	<u>\$ 2,563,306</u>

See accompanying notes.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
for the year ended December 31, 2015

	<u>Science</u>	<u>Awareness and Education</u>	<u>Membership and Support</u>	<u>Advocacy</u>	<u>Total Program Services</u>	<u>Administration</u>	<u>Fund Raising</u>	<u>Total</u>
Medical research	\$ 841,536				\$ 841,536			\$ 841,536
Compensation	304,821	\$ 149,301	\$ 88,059	\$ 12,736	554,917	\$ 112,213	\$ 148,514	815,644
Meetings, workshops, symposia	62,994	2,532	2,079	52,778	120,383	2,273	4,280	126,936
Occupancy	18,816	20,967	19,429	1,442	60,654	14,731	14,782	90,167
Communications	11,161	14,583	2,538	185	28,467	2,769	4,313	35,549
Printing/media	1,965	36,694	111	8	38,778	122	20,195	59,095
Postage/delivery	7,398	38,188	2,938	378	48,902	2,938	14,523	66,363
Supplies	5,815	39,182	2,269	617	47,883	2,040	7,760	57,683
Travel	50,572	4,160	3,721	15,654	74,107	1,457	16,572	92,136
Special events							14,182	14,182
Insurance, property/liability	3,590	2,239	1,448	106	7,383	1,583	2,464	11,430
Consultants/professional fees	71,751	15,205	2,111	49,719	138,786	45,460	4,097	188,343
Miscellaneous	15,837	3,370	1,896	273	21,376	12,870	8,945	43,191
Depreciation	1,158	722	467	34	2,381	510	795	3,686
Total	<u>\$ 1,397,414</u>	<u>\$ 327,143</u>	<u>\$ 127,066</u>	<u>\$ 133,930</u>	<u>\$ 1,985,553</u>	<u>\$ 198,966</u>	<u>\$ 261,422</u>	<u>\$ 2,445,941</u>

See accompanying notes.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
STATEMENTS OF CASH FLOWS  
for the years ended December 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
Cash flows from operating activities:		
Increase (decrease) in net assets	\$ 2,655,471	\$ (350,632)
Adjustments to reconcile decrease in net assets to net cash provided (used) by operating activities:		
Depreciation	6,457	3,686
Changes in operating assets and liabilities:		
Unconditional promises to give	(81,032)	(7,334)
Other current assets	6,668	20,332
Grants and fellowships payable	(181,054)	64,568
Accounts payable and accrued expenses	22,833	2,190
Deferred rent payable	45,839	
Dystonia Coalition agency liability funds	<u>157,003</u>	<u>5,277</u>
Net cash provided (used) by operating activities	<u>2,632,185</u>	<u>(261,913)</u>
 Net cash provided (used) by investing activities:		
Sale of investments	165,225	854,634
Purchase of equipment	<u>(25,235)</u>	<u>(8,555)</u>
Net cash provided by investing activities	<u>139,990</u>	<u>846,079</u>
 Net increase in cash	2,772,175	584,166
Cash and cash equivalents at beginning of year	<u>798,488</u>	<u>214,322</u>
Cash and cash equivalents at end of year	<u>\$ 3,570,663</u>	<u>\$ 798,488</u>

See accompanying notes.



DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

NOTE 1: NATURE OF ACTIVITIES

The Dystonia Medical Research Foundation (the Foundation) has three main purposes: (1) to advance research by awarding grants to and developing contracts with basic researchers, clinical investigators and medical/scientific institutions committed to finding the cause and cure for dystonia; (2) to build awareness and further dystonia education by sponsoring workshops and symposia for medical professionals and patients and by producing and distributing educational materials; and (3) to support patients and their families through ongoing support programs and sponsored symposia. Approximately 92% in 2016 and 87% in 2015 of the Foundation's support came from donations and grants. The balance is from investment income, special events, and other revenue. In 2016, 76% of the Foundation's support came from seven donors. In 2015, 39% of the Foundation's support came from four donors.

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES

Cash Equivalents

The Foundation considers all highly liquid investments with a maturity of three months or less when purchased and not designated as investment to be cash equivalents.

Unconditional Promises to Give

Contributions are recognized when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire in the fiscal year in which the contributions are recognized. All other donor-restricted contributions are reported as increases in temporarily restricted net assets. When a restriction expires, temporarily restricted net assets are reclassified as unrestricted net assets. Unconditional promises to give due in more than one year are recognized at fair value, using present value techniques and the current risk free investment interest rate.

The Foundation uses the allowance method to determine uncollectible unconditional promises receivable. The allowance is based on prior years' experience and management's analysis of specific promises made.

Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities and certificates of deposit are reported at their fair values in the statement of financial position. Unrealized gains and losses are included in the change in net assets. Investment income and realized gains and losses are also included in the change in net assets.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Fair Value Hierarchy

Fair value is the amount that would be exchanged to sell an asset or transfer a liability in an orderly transfer between market participants at the measurement date. Fair value hierarchy 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 as follows:

- Level 1 - Inputs that reflect unadjusted quoted prices in active markets for identical assets or liabilities that the Foundation has the ability to access at the measurement date;
- Level 2 - Inputs that are quoted prices for similar assets or liabilities in active markets, and inputs other than quoted prices that are observable for the asset or liability either directly or indirectly, including inputs in markets that are not considered to be active;
- Level 3 - Inputs that are unobservable.

Inputs broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk.

An individual investment's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Foundation. The Foundation considers observable data to be market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by multiple, independent sources that are actively involved in the relevant market. The categorization of an investment within the hierarchy is based upon the pricing transparency of that investment and does not necessarily correspond to the Foundation's perceived risk of that investment or the categorization of the investment portfolio held by that investment.

All of the Foundation's investments have been classified within level 1.

Equipment

Equipment is recorded at cost. Depreciation is provided using the straight-line method over the estimated useful lives of the related assets.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

NOTE 2: SIGNIFICANT ACCOUNTING POLICIES (Continued)

Use of Estimates in the Financial Statements

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

Donated Services

Donated services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Foundation. The estimated fair value of donated professional services related to science was \$35,000 in each of 2016 and 2015 and is included in revenue with a like amount in professional fees. Many other volunteers also provided other services throughout the year that are not recognized as contributions in the financial statements since the recognition criteria were not met.

NOTE 3: FEDERAL INCOME TAXES

The Foundation is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the Code) although it would be subject to tax on income unrelated to its exempt purposes. The Foundation is classified by the Internal Revenue Service as other than a private foundation. The tax years ending December 31, 2013, 2014, 2015 and 2016 are still open to audit for both federal and state purposes. Contributions to the Foundation are tax deductible to donors under Section 170 of the Code.

NOTE 4: RELATED PARTY TRANSACTIONS

Donations include \$1,181,541 and \$564,215 from Directors of the Foundation and organizations they control for the years ended December 31, 2016 and 2015, respectively. Net special event revenue includes \$177,198 and \$162,210 raised by groups or individuals who fund raise on behalf of the Foundation for the years ended December 31, 2016 and 2015, respectively. In addition, the Foundation received \$58,129 in 2016 and \$35,251 in 2015 from Dystonia Medical Research Foundation Canada.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

NOTE 5: BOARD DESIGNATED FUNDS

In 2016, the Foundation received several unrestricted bequests. On December 20, 2016, the Board of Directors of the Foundation designated \$1,500,000 of the largest bequest to be used for future science projects to be recommended by the Foundation's Science Committee. As such, these funds are presented as Board Designated on the statement of financial position.

NOTE 6: TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at December 31, 2016 and 2015 are available for the following purposes:

	<u>2016</u>	<u>2015</u>
Research	\$ 500,000	
Clinical Fellowships	451,665	\$ 408,334
Cure Dystonia Initiative - Acceleration Fund (medical research - permits up to 10% of funds to be used for administrative costs)	288,083	287,865
Dystonia Coalition Project II	215,455	215,455
2017 Advocacy Efforts and DAN Initiative	75,000	
Myoclonus Research	62,469	12,271
2017 Special Event Sponsorship	50,000	
Global Dystonia Registry	43,128	55,128
Cure Dystonia Now TorsinA Study		35,000
Integrative Approaches Grant		26,522
David Rudolph Research Fund	39,448	45,848
Community Education Programs	1,171	6,306
Other	7,455	6,305
	<u>\$ 1,733,874</u>	<u>\$ 1,099,034</u>

Temporarily restricted net assets consist of:

	<u>2016</u>	<u>2015</u>
Cash, cash equivalents and short term investments	\$ 1,883,874	\$ 1,349,034
Grants, fellowships and contracts payable	<u>(150,000)</u>	<u>(250,000)</u>
	<u>\$ 1,733,874</u>	<u>\$ 1,099,034</u>

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
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NOTE 6: TEMPORARILY RESTRICTED NET ASSETS (Continued)

Temporarily restricted funds expended to satisfy restrictions during the years ended December 31, 2016 and 2015 were comprised of the following:

	<u>2016</u>	<u>2015</u>
Clinical Fellowships	\$ 325,000	\$ 408,334
2015 Advocacy Efforts and DAN Initiative		100,000
Cure Dystonia Initiative		88,400
Cure Dystonia Now TorsinA Study	35,000	
David Rudolph Research Fund	30,000	
Integrative Approaches Grant	26,522	37,500
Myoclonus Research	12,271	
Global Dystonia Registry	12,000	11,500
Community Education Programs	5,135	10,000
Dystonia Coalition Project II		4,500
Other	2,000	2,109
	<u>\$ 447,928</u>	<u>\$ 662,343</u>

NOTE 7: INVESTMENTS

Short term investments have original maturities greater than three months and less than a year. Investments include cash equivalents designated as investments. The components of the Foundation's investments as of December 31, 2016 and 2015 are as follows:

	<u>2016</u>		<u>2015</u>	
	<u>Cost</u>	<u>Quoted Market Value</u>	<u>Cost</u>	<u>Quoted market Value</u>
Short term investments - certificates of deposit	\$ 265,570	\$ 265,570	\$ 265,337	\$ 265,337
Cash equivalents held for investment	<u>1,160,002</u>	<u>1,160,002</u>	<u>1,325,460</u>	<u>1,325,460</u>
Total	<u>\$ 1,425,572</u>	<u>\$ 1,425,572</u>	<u>\$ 1,590,797</u>	<u>\$ 1,590,797</u>

NOTE 8: UNCONDITIONAL PROMISES TO GIVE

Unconditional promises to give consists of the following:

	<u>2016</u>	<u>2015</u>
Amounts due in:		
Less than one year	<u>\$ 197,293</u>	<u>\$ 116,261</u>

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

NOTE 9: OPERATING LEASE

In July 2016, the Foundation amended the terms of its non cancellable operating lease for office space and extended the lease to August 31, 2028. Under terms of the amended lease, the Foundation receives abatement of the base rent and operating expense charges for 13 months including the period July-December 2016. As a result, the Foundation estimated the monthly rent expense for the term of the lease and accrued the pro rata portion of rent expense for July-December 2016. Future minimum lease payments including anticipated operating expense charges for the operating lease are as follows:

2017	\$	42,537
2018		80,646
2019		92,407
2020		94,992
2021		97,618
2022		100,286
2023		102,997
2024		105,751
2025		109,021
2026		109,793
2027		112,640
2028		95,654
		<u>\$ 1,144,342</u>

The Foundation has a sublease agreement for a portion of their office space for a term ending June 30, 2017. The sublease is expected to be extended for one year. The sublease agreement requires the sub lessee to pay the Foundation monthly rent of \$675 (\$1,854 per month for January 2015-June 2016).

Rent expense was \$95,070, net of sublease income of \$15,174 and \$86,258, net of sublease income of \$22,248 for the years ended December 31, 2016 and 2015, respectively.

The Foundation has a \$5,000 irrevocable standby letter of credit that provides financial assurance that it will fulfill its obligation with respect to its obligations under terms of the office lease. The letter of credit expires August 31, 2028 unless the Foundation is notified by the lending institution.

NOTE 10: 401(k) PLAN

The Foundation has a 401(k) plan which covers substantially all full time employees. The Foundation matches eligible employees' first 3 percentage points of voluntary contributions plus one half of the next 2 percentage points of voluntary contributions. The Foundation's matching contributions for the years ending December 31, 2016 and 2015 were \$23,758 and \$23,047, respectively. There were no employer discretionary contributions in 2016 and 2015.

DYSTONIA MEDICAL RESEARCH FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
for the years ended December 31, 2016 and 2015

**NOTE 11: DYSTONIA COALITION AND DYSTONIA COMMUNITY PROJECTS**

The Foundation serves as the administrative center for the Dystonia Coalition (the Coalition), a network of clinical research centers working to advance the understanding of primary focal dystonias that is supported through a five year grant from the National Institutes of Health's (NIH) Office of Rare Disease Research and the National Institutes of Neurological Disorders & Stroke (grant number 1U54NS065701). In this role, the Foundation works with the grant's Principal Investigator, Dr. Hyder A. Jinnah of Emory University, and all Coalition Main Clinical Project Leaders to support the activities of the Coalition, including but not limited to: meeting planning; managing payments to clinical sites participating in the Coalition's Main Clinical Projects as well as to Coalition consultants and recipients of the Coalition's Career Development and Pilot Projects Awards; managing the private funds given in support of the Coalition's activities or programs; participating in monthly administrative planning meetings; participating in the Coalition's Executive Committee; and performing other duties as requested by the Principal Investigator and/or the Coalition Main Clinical Project Leaders or the Coalition Executive Committee. Total Coalition payments administered were \$202,247 in 2016 and \$125,604 in 2015.

The Foundation also provides use of its conference call and webinar services for use by the Coalition as needed and has provided financial support for miscellaneous expenses such as graphic design, photography and other costs not covered by the grant but deemed appropriate and needed. The Foundation provides these services at no cost to the Coalition to maximize the use of the NIH grant funds to advance dystonia research. The Foundation's unreimbursed costs (including compensation, occupancy and other out of pocket costs) of providing the administrative center services for the Coalition were \$45,181 in 2016 and \$30,654 in 2015.

The Foundation also serves as the administrative center for various Dystonia Community Projects. Total receipts for Dystonia Community Projects were \$17,750 in 2016 and \$19,125 in 2015. Total disbursements for Dystonia Community Projects were \$18,000 in 2016 and \$16,875 in 2015. In 2016, Dystonia Community Projects expenditures exceeded receipts by \$250. In 2015, \$2,250 was received in support of Dystonia Community Projects for future expenditures.

Included in the Foundation's liabilities on the statement of financial position at December 31, 2016 and 2015 was an agency liability of \$352,248 and \$195,245, respectively, for Coalition funds held. The Foundation holds these funds in segregated cash accounts. Agency liabilities for Dystonia Community Projects at December 31, 2016 and 2015 were \$3,500 and \$3,750, respectively.

**NOTE 12: SUBSEQUENT EVENTS**

Subsequent events have been evaluated for recognition in the 2016 financial statements through February 7, 2017, the date on which the financial statements were available to be issued.