# THE SUDC FOUNDATION

FINANCIAL STATEMENTS
DECEMBER 31, 2014

**THE SUDC FOUNDATION**
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***December 31, 2014***

GORFINE, SCHILLER & GARDYN, P.A.
CERTIFIED PUBLIC ACCOUNTANTS & BUSINESS CONSULTANTS

# INDEPENDENT ACCOUNTANTS' REVIEW REPORT

**To the Board of Directors**
**The SUDC Foundation**

We have reviewed the accompanying statement of financial position of The SUDC Foundation (a not-for-profit organization), as of December 31, 2014 and the related statements of activities, functional expenses and cash flows for the period beginning February 21, 2014 and ending December 31, 2014. A review includes primarily applying analytical procedures to management's financial data and making inquiries of company management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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 designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the review in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements. We believe that the results of our procedures provide a reasonable basis for our report.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Gorfine, Schiller + Gardyn, P.A.

**October 26, 2015**
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# FINANCIAL STATEMENTS

**THE SUDC FOUNDATION**
**STATEMENT OF FINANCIAL POSITION**
***December 31, 2014***

## ASSETS

| | |
|---|---|
| Cash | $ 436,599 |
| **Total assets** | $ 436,599 |

## LIABILITIES AND NET ASSETS

| | |
|---|---|
| Unrestricted net assets | $ 436,599 |
| **Total liabilities and net assets** | $ 436,599 |

*See independent accountants' review report and notes to the financial statements.*

**THE SUDC FOUNDATION**
**STATEMENT OF ACTIVITIES**
***For the Period Ended December 31, 2014***

| | |
|---|---|
| **REVENUE** | |
| Public support recevied directly from individuals and corporations | $ 488,064 |
| **EXPENSES** | |
| Program services | 24,180 |
| Management and general | 18,600 |
| Fundraising | 8,685 |
| **Total expenses** | 51,465 |
| **CHANGE IN NET ASSETS** | 436,599 |
| **Net Assets - Beginning of period** | - |
| **Net Assets - End of period** | $ 436,599 |

***See independent accountants' review report and notes to the financial statements.***

**THE SUDC FOUNDATION**
**STATEMENT OF FUNCTIONAL EXPENSES**
***For the Period Ended December 31, 2014***

| | Program Services | Management and General | Fundraising | Total |
|---|---|---|---|---|
| Grants | $ 20,000 | $ - | $ - | $ 20,000 |
| Fundraising | - | - | 8,207 | 8,207 |
| Administrative support | - | 8,660 | - | 8,660 |
| Public Awareness/Advocacy | 2,860 | 2,811 | 478 | 6,149 |
| Office expense | - | 4,018 | - | 4,018 |
| Insurance expense | - | 2,046 | - | 2,046 |
| Support services | 1,320 | - | - | 1,320 |
| Bank fees | - | 1,065 | - | 1,065 |
| **Total expenses** | $ 24,180 | $ 18,600 | $ 8,685 | $ 51,465 |

***See independent accountants' review report and notes to the financial statements.***

# THE SUDC FOUNDATION
## STATEMENT OF CASH FLOWS
***For the Period Ended December 31, 2014***

| | |
|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | |
| Change in net assets | $ 436,599 |
| **NET INCREASE IN CASH** | 436,599 |
| **Cash - Beginning of period** | - |
| **Cash - End of period** | $ 436,599 |

***See independent accountants' review report and notes to the financial statements.***

## NOTE A – NATURE OF OPERATIONS

The SUDC Foundation (the "Foundation") is a Virginia non stock corporation formed as an Internal Revenue Code (IRC) Section 509(a)(1) and 170(b)(1)(a)(vi) organization on February 21, 2014. The Foundation's mission is to eliminate the tragedy of sudden unexpected death in childhood ("SUDC"). The Foundation is dedicated to supporting grieving families by developing support and advocacy programs specific to their needs. It will work collaboratively with families, professionals and the general public to share accurate information, advance medical research and advocate for issues relative to SUDC. It will raise charitable donations to support these goals and address the many needs of the Foundation. The statements of activities, cash flows and functional expenses are for the period of February 21, 2014 through December 31, 2014.

## NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### 1. Basis of Accounting

The financial statements have been prepared on the accrual basis of accounting.

### 2. Cash and Cash Equivalents

The Foundation considers all deposits held in interest and non-interest bearing accounts to be cash equivalents.

### 3. Contributions Receivable

Contributions due in less than one year are recorded at their net realizable value upon receipt. Contributions due in more than one year are recorded at fair value on the date received.

### 4. Contributions and Revenue

Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restrictions expire in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities and changes in net assets as net assets released from restrictions.

## NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - CONTINUED

### 5. Basis of Presentation

The Foundation reports information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. Classification of net assets is based on the existence or absence of donor-imposed restrictions. The Foundation does not have any permanently or temporarily restricted net assets as of December 31, 2014. The Foundation reports information regarding the cost of providing various programs and activities summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

### 6. 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 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 support, revenue and expenses during the reporting period. Actual results could differ from those estimates.

### 7. Income Taxes

The Foundation is exempt from income tax under Section 501(c)(3) of the U.S. Internal Revenue Code (Code), and contributions to it are tax deductible within the limitations prescribed by the Code. The Foundation has been classified as a publicly supported organization which is not a private foundation under Section 509(a)(1) and 170(b)(1)(a)(vi) of the Code.

The Foundation follows the provisions of the Financial Accounting Standards Codification, *Accounting for Income Taxes*. This topic requires the Foundation to recognize or disclose any tax positions that would result in unrecognized tax benefits. The Foundation has no positions that would require disclosure or recognition under the topic. The Foundation's income tax return for the period ended December 31, 2014 is subject to examination by the IRS and state taxing authorities.

### 8. Subsequent Events

In preparing these financial statements, the Foundation has evaluated events and transactions for potential recognition or disclosure through October 26, 2015, the date the financial statements were available to be issued. During this period, the Foundation did not have any material recognizable subsequent events.

## NOTE C – CONCENTRATIONS OF CREDIT RISK ARISING FROM CASH DEPOSITS

Accounts are insured by the Federal Deposit Insurance Corporation up to $250,000. At December 31, 2014, the Foundation's uninsured cash balance is approximately $189,000. The Foundation does not anticipate any loss on such uninsured deposits.