



Western Pennsylvania Chapter of the
National Hemophilia Foundation

EDUCATION | ADVOCACY | SUPPORT

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

FOR THE YEARS ENDED JUNE 30, 2015 AND 2014



McGill, Power, Bell & Associates, LLP
Certified Public Accountants • Business & Financial Advisors

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HEMOPHILIA FOUNDATION
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AUDITED FINANCIAL STATEMENTS



INDEPENDENT AUDITOR'S REPORT

To the Board of Directors

Western PA Chapter of the National Hemophilia Foundation

We have audited the accompanying financial statements of Western PA Chapter of the National Hemophilia Foundation, (a nonprofit organization), which comprise the statements of financial position as of June 30, 2015 and 2014, 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 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 from 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 Western PA Chapter of the National Hemophilia Foundation as of June 30, 2015 and 2014, 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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The analysis of temporarily restricted net assets on page 15 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.

McGill, Power, Bell & Associates, LLP

McGill, Power, Bell & Associates, LLP
Erie, Pennsylvania
January 28, 2016

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENTS OF FINANCIAL POSITION
JUNE 30, 2015 AND 2014**

	<u>2015</u>	<u>2014</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 106,241	\$ 344,616
Accounts Receivable	-	1,250
Prepaid Expenses	<u>5,145</u>	<u>6,162</u>
TOTAL CURRENT ASSETS	111,386	352,028
INVESTMENTS (Note B)	304,617	-
OTHER ASSETS	1,300	1,300
FURNITURE, FIXTURES, AND EQUIPMENT, net (Note C)	<u>20,301</u>	<u>21,437</u>
TOTAL ASSETS	<u>\$ 437,604</u>	<u>\$ 374,765</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 1,532	\$ 862
Accrued Payroll and Related Liabilities	7,935	8,637
Deferred Revenue - Member and Fundraising Events	<u>33,600</u>	<u>25,298</u>
TOTAL CURRENT LIABILITIES	43,067	34,797
NET ASSETS		
Unrestricted		
Undesignated	80,648	322,453
Board-Designated (Note E)	<u>300,000</u>	<u>-</u>
Total Unrestricted	380,648	322,453
Temporarily Restricted (Note F)	<u>13,889</u>	<u>17,515</u>
TOTAL NET ASSETS	<u>394,537</u>	<u>339,968</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 437,604</u>	<u>\$ 374,765</u>

See accompanying notes.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
SUPPORT			
Contributions	\$ 234,822	\$ 7,678	\$ 242,500
Contributions - In Kind	2,091	-	2,091
Special Events	<u>145,939</u>	<u>-</u>	<u>145,939</u>
TOTAL SUPPORT	382,852	7,678	390,530
REVENUE			
Investment Income	<u>6,938</u>	<u>-</u>	<u>6,938</u>
TOTAL REVENUE	6,938	-	6,938
Net Assets Released from Restrictions	<u>11,304</u>	<u>(11,304)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	401,094	(3,626)	397,468
EXPENSES			
PROGRAM SERVICES			
Patient Services	125,196	-	125,196
Public Awareness and Education	<u>44,670</u>	<u>-</u>	<u>44,670</u>
TOTAL PROGRAM SERVICES	169,866	-	169,866
SUPPORTIVE SERVICES			
Management and General	63,973	-	63,973
Fundraising	<u>109,060</u>	<u>-</u>	<u>109,060</u>
TOTAL SUPPORTIVE SERVICES	<u>173,033</u>	<u>-</u>	<u>173,033</u>
TOTAL EXPENSES	<u>342,899</u>	<u>-</u>	<u>342,899</u>
CHANGE IN NET ASSETS	58,195	(3,626)	54,569
NET ASSETS, BEGINNING OF THE YEAR	<u>322,453</u>	<u>17,515</u>	<u>339,968</u>
NET ASSETS, END OF YEAR	<u>\$ 380,648</u>	<u>\$ 13,889</u>	<u>\$ 394,537</u>

See accompanying notes.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014**

	<u>Unrestricted</u>	<u>Temporarily Restricted</u>	<u>Total</u>
SUPPORT AND REVENUE			
SUPPORT			
Contributions	\$ 281,889	\$ 14,150	\$ 296,039
Contributions - In Kind	3,212	-	3,212
Special Events	<u>143,296</u>	<u>-</u>	<u>143,296</u>
TOTAL SUPPORT	428,397	14,150	442,547
REVENUE			
Investment Income	<u>475</u>	<u>-</u>	<u>475</u>
TOTAL REVENUE	475	-	475
Net Assets Released from Restrictions	<u>15,655</u>	<u>(15,655)</u>	<u>-</u>
TOTAL SUPPORT AND REVENUE	444,527	(1,505)	443,022
EXPENSES			
PROGRAM SERVICES			
Patient Services	139,837	-	139,837
Public Awareness and Education	<u>36,126</u>	<u>-</u>	<u>36,126</u>
TOTAL PROGRAM SERVICES	175,963	-	175,963
SUPPORTIVE SERVICES			
Management and General	51,674	-	51,674
Fundraising	<u>92,950</u>	<u>-</u>	<u>92,950</u>
TOTAL SUPPORTIVE SERVICES	<u>144,624</u>	<u>-</u>	<u>144,624</u>
TOTAL EXPENSES	<u>320,587</u>	<u>-</u>	<u>320,587</u>
CHANGE IN NET ASSETS	123,940	(1,505)	122,435
NET ASSETS, BEGINNING OF THE YEAR	<u>198,513</u>	<u>19,020</u>	<u>217,533</u>
NET ASSETS, END OF YEAR	<u><u>\$ 322,453</u></u>	<u><u>\$ 17,515</u></u>	<u><u>\$ 339,968</u></u>

See accompanying notes.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2015**

	Program Services			Supportive Services		
	Patient Services	Awareness and Education	Total Program Services	Management and General	Fundraising	Total Supportive Services
		Public				Total Expenses
PERSONNEL SERVICES						
Salaries	\$ 29,479	\$ 29,225	\$ 58,704	\$ 41,850	\$ 34,068	\$ 75,918
Payroll Taxes and Related	2,591	2,568	5,159	3,678	2,994	6,672
TOTAL PERSONNEL SERVICES	32,070	31,793	63,863	45,528	37,062	82,590
						146,453
OPERATING EXPENSES						
Professional Fees	3,437	3,407	6,844	4,880	3,972	8,852
Supplies	2,089	2,071	4,160	2,965	2,414	5,379
Telephone	462	458	920	658	534	1,192
Postage	465	461	926	660	537	1,197
Occupancy	3,591	3,560	7,151	5,099	4,150	9,249
Equipment Rent & Maintenance	186	185	371	265	215	480
Printing and Publications	554	549	1,103	787	641	1,428
Travel	723	717	1,440	1,028	836	1,864
Conferences, Conventions and Meetings	295	292	587	418	341	759
Specific Assistance to Individuals	77,638	-	77,638	-	-	-
Special Events	-	-	-	-	56,986	56,986
Membership Dues	73	73	146	104	85	189
Awards and Grants	2,500	-	2,500	-	-	-
TOTAL OPERATING EXPENSES	92,013	11,773	103,786	16,864	70,711	87,575
Depreciation Expense	1,113	1,104	2,217	1,581	1,287	2,868
TOTAL FUNCTIONAL EXPENSES	\$ 125,196	\$ 44,670	\$ 169,866	\$ 63,973	\$ 109,060	\$ 173,033
						\$ 342,899

See accompanying notes.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2014**

	Program Services			Supportive Services		
	Patient Services	Awareness and Education	Total Program Services	Management and General	Fundraising	Total Supportive Services
PERSONNEL SERVICES						
Salaries	\$ 24,381	\$ 24,503	\$ 48,884	\$ 35,049	\$ 41,836	\$ 76,885
Payroll Taxes and Related	2,219	2,230	4,449	3,189	3,807	6,996
TOTAL PERSONNEL SERVICES	26,600	26,733	53,333	38,238	45,643	83,881
						137,214
OPERATING EXPENSES						
Professional Fees	2,769	2,783	5,552	3,981	4,751	8,732
Supplies	1,026	1,031	2,057	1,473	1,760	3,233
Telephone	610	613	1,223	877	1,047	1,924
Postage	66	67	133	96	114	210
Occupancy	2,760	2,774	5,534	3,969	4,736	8,705
Equipment Rent & Maintenance	490	493	983	705	841	1,546
Printing and Publications	489	492	981	704	840	1,544
Travel	64	64	128	92	109	201
Conferences, Conventions and Meetings	110	110	220	157	188	345
Specific Assistance to Individuals	102,891	-	102,891	-	-	-
Special Events	-	-	-	-	31,270	31,270
Membership Dues	105	105	210	150	180	330
Awards and Grants	1,000	-	1,000	-	-	-
TOTAL OPERATING EXPENSES	112,380	8,532	120,912	12,204	45,836	58,040
Depreciation Expense	857	861	1,718	1,232	1,471	2,703
TOTAL FUNCTIONAL EXPENSES	\$ 139,837	\$ 36,126	\$ 175,963	\$ 51,674	\$ 92,950	\$ 144,624
						\$ 320,587

See accompanying notes.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2015 AND 2014**

	<u>2015</u>	<u>2014</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in Net Assets	\$ 54,569	\$ 122,435
ADJUSTMENTS TO RECONCILE THE CHANGE IN NET ASSETS TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Depreciation	5,085	4,421
Non-Cash Donations	-	(3,212)
Net Realized and Unrealized (Gain) Losses on Investments	6,101	-
Changes in Operating Assets and Liabilities:		
(Increase) Decrease in Accounts Receivable	1,250	(800)
(Increase) Decrease in Prepaid Expenses	1,017	(2,362)
Increase (Decrease) in Accounts Payable	670	(580)
Increase (Decrease) in Accrued Payroll and Related Items	(702)	3,482
Increase (Decrease) in Deferred Revenue	<u>8,302</u>	<u>(5,794)</u>
NET CASH FLOWS PROVIDED BY OPERATING ACTIVITIES	76,292	117,590
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of Furniture, Fixtures and Equipment	(3,950)	(4,275)
Purchases of Investments	<u>(310,717)</u>	<u>-</u>
NET CASH FLOWS USED IN INVESTING ACTIVITIES	(314,667)	(4,275)
NET CHANGE IN CASH	(238,375)	113,315
CASH, BEGINNING OF YEAR	<u>344,616</u>	<u>231,301</u>
CASH, END OF YEAR	<u>\$ 106,241</u>	<u>\$ 344,616</u>
SUPPLEMENTAL DISCLOSURE OF NON-CASH INVESTING ACTIVITIES:		
Donation of Furniture, Fixtures, and Equipment	<u>\$ -</u>	<u>\$ 3,212</u>

See accompanying notes.

WESTERN PA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION

NOTES TO FINANCIAL STATEMENTS

NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies of Western PA Chapter of the National Hemophilia Foundation ("the Organization") is presented to assist in understanding the Organization's financial statements. The financial statements and notes are representations of the Organization's management, which is responsible for their integrity and objectivity. These accounting policies conform to accounting principles generally accepted in the United States of America and have been consistently applied in the preparation of the financial statements.

Nature of Organization

The Organization was founded to help meet the vast education and support needs of the bleeding disorders community in Western, Pennsylvania. The Organization is leading the way in Western Pennsylvania in improving the quality of care and enriching the lives of those with bleeding disorders through education, advocacy, resource, and referral.

Basis of Accounting

Assets, liabilities, revenues, and expenses are recognized on the accrual method of accounting for financial statement presentation purposes.

Financial Statement Presentation

The Financial Accounting Standards Board, Accounting Standards Codification ("FASB ASC") requires the Organization to report 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.

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Support that is restricted by the donor is reported as an increase in unrestricted net assets if the restriction is fulfilled 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 is fulfilled, 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 statement of activities as net assets released from restrictions.

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 revenues and expenses during the reporting period. Actual results could differ from those estimates.

Fair Value of Financial Instruments

The carrying amounts of financial assets and financial liabilities approximate fair value based on quoted market prices or discounted cash flow analysis.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

For the purpose of the statement of cash flows, the Organization considers all highly liquid investments, with an initial maturity of three months or less, to be cash equivalents unless they are held as part of the long-term investments. Cash is comprised solely of deposits in financial institutions. The Organization had no cash equivalents at June 30, 2015 and 2014.

Accounts Receivable and Allowance for Doubtful Accounts

Accounts receivable are stated at the amount management expects to collect from outstanding receivables. The Organization considers all accounts receivable to be fully collectible; accordingly, no allowance for doubtful accounts is considered necessary.

Concentration of Credit Risk

The Organization maintains cash balances at one financial institution. The cash accounts at this financial institution are insured by the FDIC for up to \$250,000. The balances, at times, may exceed federally insured limits. As of June 30, 2015, the Organization's cash balances did not exceed the federally insured limits. As of June 30, 2014 the Organization's cash balances exceeded the federally insured limits by \$94,968. Management believes the Organization is not exposed to any significant credit risk on cash and cash equivalents.

Investments

The Organization accounts for investments in accordance with generally accepted accounting principles, which requires investments to be measured at fair value. The cost basis of equity securities is actual cost or fair value at date of donation in the case of contributed securities. The cost basis of debt securities is amortized cost. Generally accepted accounting principles also requires dividends, interest, and realized and unrealized gains and losses to be reported in the statement of activities as increases or decreases in unrestricted net assets, unless their use is temporarily or permanently limited to externally-imposed restrictions.

Investments are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investments, it is at least reasonably possible that changes in the values of investments will occur in the near future, and that such changes could materially affect the amounts reported in the financial statements.

Transfers in and out of level 1 (quoted market prices), level 2 (other significant observable inputs) and level 3 (significant unobservable inputs) are recognized on the last day of the fiscal year, unless circumstances dictate otherwise.

Furniture, Fixtures, and Equipment

Furniture, fixtures, and equipment are stated at cost. Expenditures for maintenance, repairs, and minor renewals are charged against income as incurred. Expenditures for additions, replacements, and major renewals are capitalized. Depreciation of equipment is computed by the straight-line method for financial reporting.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION**
NOTES TO FINANCIAL STATEMENTS (CONTINUED)

NOTE A SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Allocation of Expenses

The costs of providing the Organization's various programs and supporting services have been summarized on a functional basis in the statement of activities based on estimates developed by management. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Tax Status

The Organization is exempt from income tax under Section 501(c)(3) of the Internal Revenue Code. Interest and penalties related to tax reporting are recognized when incurred and are included as Management and General under Supportive Services Expenses in the Statement of Activities. There were no interest or penalties incurred related to tax reporting for the years ended June 30, 2015 and 2014. The Organization's tax returns are subject to audit by various taxing authorities. The open audit periods for the Organization are the fiscal years ending in 2012, 2013, 2014, and 2015. The Organization follows the topic of Income Taxes from the FASB ASC with regard to the accounting and recognition of income tax positions taken or expected to be taken in the Organization's tax returns.

Donated Services

A number of volunteers have donated significant amounts of their time in the Organization's administrative operations and program services. In accordance with requirements under FASB ASC 958, no amounts have been reflected in the financial services for those services because their time did not meet the requirements of the accounting standard.

Reclassification

Certain 2014 amounts have been reclassified in the financial statements in order for them to provide comparable presentation between years.

Subsequent Events

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 28, 2016, the date the financial statements were available to be issued.

NOTE B INVESTMENTS

The Organization's investments are recorded at fair value. Fair value and unrealized appreciation (depreciation) as of June 30, 2015 are as follows. The Organization had no investments as of June 30, 2014.

	Cost	Fair Value	Appreciation (Depreciation)
Money Market Funds	\$ 3,176	\$ 3,176	\$ -
Mutual Funds	308,752	301,441	(7,311)
Total Investments	<u>\$ 311,928</u>	<u>\$ 304,617</u>	<u>\$ (7,311)</u>

Investment income (loss) for the years ended June 30, 2015 and 2014 includes:

	2015	2014
Bank Account Interest	\$ 196	\$ 475
Interest and Dividends	12,843	-
Net Realized Gains (Losses)	1,210	-
Net Unrealized Gains (Losses)	(7,311)	-
Total Investment Income	<u>\$ 6,938</u>	<u>\$ 475</u>

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

NOTE C FURNITURE, FIXTURES, AND EQUIPMENT

Furniture, Fixtures, and Equipment consist of the following:

	Estimated Useful Life in Years	2015	2014
Furniture, Fixtures, and Equipment	3 - 5	\$ 27,723	\$ 23,774
Leasehold Improvements	15	10,207	10,207
Total Furniture, Fixtures, and Equipment		37,930	33,981
Less: Accumulated Depreciation		17,629	12,544
Net Furniture, Fixtures, and Equipment		<u>\$ 20,301</u>	<u>\$ 21,437</u>

Depreciation expense for the fiscal years ended June 30, 2015 and 2014 totaled \$5,085 and \$4,421, respectively.

NOTE D FAIR VALUE MEASUREMENTS

FASB ASC 820, *Fair Value Measurements and Disclosures*, provides the 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 hierarchy is broken down into three levels based on the reliability of inputs as follows:

- Level 1 – Valuations based on quoted market prices in active markets for identical assets or liabilities that the Organization has the ability to access. Valuation adjustments are not applied to Level 1 instruments. Since valuations are based on quoted market prices that are readily and regularly available in an active market, valuation of these products does not entail a significant degree of judgment.
- Level 2 – Valuations based on quoted market prices in markets that are not active or for which all significant inputs are observable, directly or indirectly.
- Level 3 – Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The asset's 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 methodologies used for assets measured at fair value:

Money Market Funds – These investments are public investment vehicles valued using \$1 for the net asset value (NAV). The money market funds are classified within Level 1 of the valuation hierarchy.

Mutual Funds – These investments are public investment vehicles valued using the NAV provided by the administrator of the fund. The NAV is based on the value of the underlying assets owned by the fund, minus its liabilities, and then divided by the number of shares outstanding. The NAV is a quoted price in an active market and classified within Level 1 of the valuation hierarchy.

Equities – These securities are valued at the closing price reported on various exchanges and are classified within Level 1 of the valuation hierarchy.

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

NOTE D FAIR VALUE MEASUREMENTS (CONTINUED)

The following table sets forth by level, within the fair value hierarchy, the Organization's assets at fair value as of June 30, 2015:

	Level 1	Level 2	Level 3	Total
Money Market Funds	\$ 3,176	\$ -	\$ -	\$ 3,176
Mutual Funds:				
Large Blend	23,605	-	-	23,605
Large Growth	16,603	-	-	16,603
Large Value	17,609	-	-	17,609
Small-Mid Blend	9,659	-	-	9,659
Small-Mid Growth	9,882	-	-	9,882
Small-Mid Value	9,806	-	-	9,806
Intermediate	59,732	-	-	59,732
High Yield	20,348	-	-	20,348
International	14,123	-	-	14,123
Alternative Fixed Income	24,049	-	-	24,049
International Equity	53,637	-	-	53,637
Emerging Markets Equity	21,707	-	-	21,707
Alternative Equity	20,681	-	-	20,681
Total Investments	<u>\$ 304,617</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 304,617</u>

The Organization had no investments as of June 30, 2014.

NOTE E BOARD DESIGNATED NET ASSETS

On September 25, 2014 the Board of Directors voted to designate \$300,000 of unrestricted net assets for future operating expenses. At June 30, 2015 and 2014 the balance of board designated net assets totaled \$300,000 and \$0, respectively.

NOTE F TEMPORARILY RESTRICTED NET ASSETS

Certain amounts have been received or are receivable by the Organization with donor restrictions. These amounts are held until such time as monies are expended for the purposes specified by the donors or by the passage of time. The detail of amounts currently being held and the purposes for which they must be expended are detailed in the table below.

	2015	2014
Nurse Outreach	\$ 2,570	\$ 2,570
Hemophilia Alliance Foundation	7,331	5,000
Camp	-	4,707
Camp - Tech	3,988	3,988
Newsletter	-	750
Bowling	-	500
Total	<u>\$ 13,889</u>	<u>\$ 17,515</u>

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
NOTES TO FINANCIAL STATEMENTS (CONTINUED)**

NOTE G LEASE COMMITMENTS

On January 1, 2013 the Organization entered into an operating lease for their office space. The lease requires 84 monthly payments of \$650, with a maturity date of December 31, 2019. The Organization also entered into an operating lease for a Sharp copier on July 22, 2013. The lease requires 60 monthly payments of \$190, with a maturity date of June 22, 2018. Additionally, the Organization entered into an operating lease for storage space. The lease requires monthly payments of \$81. This lease does not have an expiration date and will be ongoing until the Organization terminates the lease agreement. The total lease expense for the years ended June 30, 2015 and 2014 was \$11,052 for both years.

The minimum future lease payments are as follows for the years ended June 30,

2016	\$	11,052
2017		11,052
2018		11,052
2019		4,872
2020		<u>972</u>
Total	\$	<u>39,000</u>

SUPPLEMENTARY INFORMATION

**WESTERN PA CHAPTER OF THE NATIONAL
HEMOPHILIA FOUNDATION
ANALYSIS OF TEMPORARILY RESTRICTED NET ASSETS
FOR THE PERIOD ENDED JUNE 30, 2015**

	Balance 7/1/2014	Reduction of Balance	Additions to Balance	Balance 6/30/2015	Disposition of Balance	Source of Additions to Balance	Restriction of Balance	By Whom Restricted
Nurses Outreach	\$ 2,570	-	-	\$ 2,570	-	N/A	To Support Nurses Outreach Program	Donors
Camp - Tech	\$ 3,988	-	-	\$ 3,988	To Unrestricted Net Assets	N/A	Camp Website	Donors
Camp	\$ 4,707	(4,707)	-	\$ -	To Unrestricted Net Assets	Individual & Business Donations	Putting on Camp Hot to Clot	Donors & Organization
Hemophilia Alliance Foundation	\$ 5,000	(5,347)	7,678	\$ 7,331	-	Hemophilia Alliance Foundation	To Purchase Equipment to Provide Assistance to Members	Donor
Newsletter	\$ 750	(750)	-	\$ -	-	Bayer Corporation	To Cover Costs Associated with the Quarterly Newsletter	Donor
Bowling	\$ 500	(500)	-	\$ -	-	Pfizer Corporation	To Cover Costs Associated with Bowling Event	Donor
Total	\$ 17,515	\$ (11,304)	\$ 7,678	\$ 13,889				

See Independent Auditor's Report