

National Blood Clot Alliance
Financial Statements
and Independent Auditors' Reports
June 30, 2010

National Blood Clot Alliance
Financial Statements
and Independent Auditors' Reports

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
National Blood Clot Alliance

We have audited the accompanying statements of financial position of the National Blood Clot Alliance (the Organization), a not-for-profit corporation, as of June 30, 2010, and the related statements of activities, and cash flows for the years then ended. These financial statements are the responsibility of the Organization'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 and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. 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 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 the Organization as of June 30, 2010, 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.

In accordance with Government Auditing Standards, we have also issued our report dated December 08, 2010 on our consideration of the Organization's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the Organization taken as a whole. The accompanying schedule of expenditures of federal awards is presented for the purpose of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is not a required part of the basic financial statements. The schedules of functional expenses and indirect costs are presented for the purpose of additional analysis, and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Bloom, Harrison Company

Rockville, Maryland
December 08, 2010

National Blood Clot Alliance
Statement Of Financial Position
June 30, 2010

ASSETS

CURRENT ASSETS

Cash and cash equivalents	\$	183,714
Grants and contributions receivable		466,691
Prepaid expenses		<u>2,500</u>
Total Current Assets		<u>652,905</u>

PROPERTY AND EQUIPMENT

Furniture, equipment & software		19,437
Less, accumulated depreciation and amortization		<u>(8,331)</u>
Property and Equipment, Net		<u>11,106</u>

DEPOSIT

2,500

TOTAL ASSETS

\$ 666,511

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable and accrued expenses	\$	30,974
Deferred revenue		<u>372,483</u>
Total Current Liabilities		<u>403,457</u>

NET ASSETS

Unrestricted net assets		<u>263,054</u>
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TOTAL LIABILITIES AND NET ASSETS

\$ 666,511

The accompanying notes are an integral part of these financial statements.

National Blood Clot Alliance

Statement Of Activities

Year Ended June 30, 2010

SUPPORT AND REVENUE

Contributions	\$ 82,272
Grants and contracts	951,427
Interest & dividends	3,140
Other	<u>2,265</u>
Total Support and Revenue	<u>1,039,104</u>

EXPENSES

Program Services	
Outreach/Education	61,674
CDC	558,064
Pharma	<u>300,758</u>
Total Program Services	<u>920,496</u>
Supporting Services	
Management and general	65,777
Fundraising	<u>51,141</u>
Total Supporting Services	<u>116,918</u>
Total Expenses	<u>1,037,414</u>

CHANGE IN NET ASSETS

	1,690
Net Assets, Beginning of Year	<u>261,364</u>
NET ASSETS, END OF YEAR	<u><u>\$ 263,054</u></u>

The accompanying notes are an integral part of these financial statements.

National Blood Clot Alliance

Statement Of Cash Flows

Year Ended June 30, 2010

CASH FLOWS FROM OPERATING ACTIVITIES

Change in net assets	\$	1,690
Adjustments to reconcile change in net assets to net cash used in operating activities:		
Depreciation expense		3,663
Decrease (Increase) in:		
Accounts and pledges receivable		(413,409)
Prepaid expenses		3,489
Increase (Decrease) in:		
Accounts payable and accrued expenses		(25,571)
Deferred revenue		<u>372,483</u>
Net Cash Used in Operating Activities		<u>(57,655)</u>

CASH FLOWS FROM INVESTING ACTIVITIES

Purchases of furniture and equipment		<u>(1,245)</u>
Net Cash Used in Investing Activities		(1,245)

NET DECREASE IN CASH AND CASH EQUIVALENTS \$ (58,900)

CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR 242,614

CASH AND CASH EQUIVALENTS, END OF YEAR \$ 183,714

The accompanying notes are an integral part of these financial statements.

National Blood Clot Alliance

Notes to the Financial Statements

June 30, 2010

Note A – Organization

The National Blood Clot Alliance (the Organization), formerly the National Alliance for Thrombosis and Thrombophilia, is a non-profit corporation, incorporated under the laws of North Carolina in 2003. The Organization's principal office is located in Tarrytown, New York.

The mission of the Organization is to prevent, diagnose, and treat thrombosis and thrombophilia through research, education, support, and advocacy.

Note B – Summary of Accounting Policies

Basis of Accounting

The Organization prepares its financial statements on the accrual basis of accounting in accordance with generally accepted accounting principles. Consequently, revenue is recognized when earned and expenses when the obligations are incurred. Contributions and other support are recognized when unconditionally pledged or committed.

Income Taxes

The Organization is exempt from the payment of federal income taxes on its exempt activities under Section 501(c)(3) of the Internal Revenue Code. In addition, contributions to the Organization qualify as charitable contributions under Section 170(b)(1)(A) and the Organization has been classified as an organization that is not a private foundation under Section 509(a)(1).

Use of Estimates

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 certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Cash and Cash Equivalents

For financial reporting purposes, the Organization classifies money market funds, and short-term investments with an original maturity date of less than three months as cash equivalents.

Property and Equipment

Acquisitions of property and equipment are recorded at cost and depreciated using the straight-line depreciation method. Depreciation is provided over the estimated useful lives of the assets, which range from five to ten years. The Organization capitalizes all property and equipment purchased with a cost of \$100 or more.

National Blood Clot Alliance

Notes to the Financial Statements – Continued

June 30, 2010

Note B – Summary of Accounting Policies - continued

Revenue Recognition

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. 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, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions. Restricted contributions received in the same period restrictions are met are reported as unrestricted support in the accompanying financial statements.

Donated non-cash assets are recognized as contribution revenue at their estimated fair market value on the date of donation.

Unconditional promises to give are recorded in the period such commitments are made. 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 their estimated future cash flows.

Deferred Revenue

Deferred revenue consists of refundable advances of grants funds. The advances are to be used solely for the purpose of paying costs that are allowable under the terms of the grants. Any unused advances are refunded upon completion of grant activities.

Functional Allocation of Expenses

The costs of providing the various program and supporting activities are reported on a functional basis in the Statement of Activities. Accordingly, costs have been allocated among the programs and supporting activities benefited by them.

National Blood Clot Alliance

Notes to the Financial Statements – Continued

June 30, 2010

Note C – Commitments

The Organization entered into a sublease agreement to lease office space beginning November 1, 2007 and expiring in May 2012. Payments required under the lease include amounts for rent and certain other services provided by the lessor.

Future minimum lease payments required under the lease during the year ending June 30, 2011, and the five months ending May 31, 2012, are \$30,000 and \$12,500 respectively. Rent expense for the year ended June 30, 2010 totaled \$31,000.

Note D – Retirement Plan

The Organization administers a 403(b) retirement plan for its employees. Under the plan, the Organization contributes 2% of employee salaries to the plan, and matches employee contributions up to 4% of employee salaries.

National Blood Clot Alliance

Supplementary Information

June 30, 2010

National Blood Clot Alliance

Statement of Functional Expenses

Year Ended June 30, 2010

	Program Services			Supporting Services			
	Outreach/ Education	CDC	Pharma	Total Program Services	Fundraising	Management and General	Total Expenses
Salaries	\$ 34,949	\$ 311,923	\$ 77,623	\$ 424,495	\$ 26,234	\$ 37,941	\$ 488,670
Fringe benefits	6,083	56,293	14,341	76,717	4,569	2,238	83,524
Printing	2,985	4,767	6,006	13,758	3,322	913	17,993
Consultants	481	81,909	170,415	252,805	361	8,976	262,142
Travel	4,771	13,149	5,499	23,419	1,080	1,407	25,906
Meeting expenses	3,844	16,994	1,590	22,428	1,980	2,936	27,344
Rent	2,539	21,443	5,344	29,326	2,239	-	31,565
Postage and delivery	1,101	2,892	2,481	6,474	648	16	7,138
Professional fees	410	16,369	10,743	27,522	6,382	1,762	35,666
Marketing	897	5,986	17	6,900	916	1,000	8,816
Telephone	784	6,447	1,741	8,972	589	-	9,561
Dues, subscriptions and publications	18	111	90	219	40	499	758
Depreciation	339	2,317	753	3,409	254	-	3,663
Supplies	748	7,296	1,327	9,371	604	-	9,975
Insurance	522	3,568	1,159	5,249	392	1,764	7,405
Repairs and maintenance	150	936	767	1,853	126	-	1,979
Meals	574	2,106	-	2,680	1,036	1,962	5,678
Trademark and patent expenses	-	-	-	-	-	2,075	2,075
Miscellaneous	479	3,558	862	4,899	369	2,288	7,556
	<u>\$ 61,674</u>	<u>\$ 558,064</u>	<u>\$ 300,758</u>	<u>\$ 920,496</u>	<u>\$ 51,141</u>	<u>\$ 65,777</u>	<u>\$ 1,037,414</u>

See independent auditors' report.

National Blood Clot Alliance
Schedule of Indirect Costs
For The Year Ended June 30, 2010

	<u>Management and General</u>
Advertising/Marketing	\$ 1,000
General Operating	6,430
IT/Internet	215
Meetings	4,897
Personnel	40,179
Printing and Publications	913
Professional Fees	10,737
Travel Expense	1,406
	<u>65,777</u>
Direct Salaries and wages	<u>\$ 450,729</u>
Indirect Cost Rate	<u>14.59%</u>

See independent auditors' report.

National Blood Clot Alliance
Additional Reports Required by OMB Circular A-133
June 30, 2010

National Blood Clot Alliance
Schedule Of Expenditures Of Federal Awards
Year Ended June 30, 2010

<u>Federal Grantor Program Title/Project Title</u>	<u>CFDA Number</u>	<u>Contract Number</u>	<u>Expenditures</u>
Centers for Disease Control and Prevention			
Disabilities and Health			
Stop The Clot Education Project	93.184	5U27DD000326-02	\$ 589,256

The schedule of expenditures of federal awards includes the federal grant activity of National Blood Clot Alliance and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the accompanying financial statements.

See independent auditors' report.

Independent Auditors' Report on Internal
Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of
Financial Statements Performed in Accordance with
Government Auditing Standards

Board of Directors
National Blood Clot Alliance
Tarrytown, NY

We have audited the financial statements of the National Blood Clot Alliance (the Organization) as of and for the year ended June 30, 2010, and have issued our report thereon dated December 08, 2010. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Organization's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Organization's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Organization's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Organization's financial statements that is more than inconsequential will not be prevented or detected by the Organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Organization's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Organization's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended for the information of the audit committee, management and federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Brooks, Harrison Company

Rockville, Maryland
December 08, 2010

Independent Auditors' Report on Compliance with Requirements
Applicable to Each Major Program and Internal Control
Over Compliance in Accordance with OMB Circular A-133

Board of Directors
National Blood Clot Alliance
Tarrytown, NY

Compliance

We have audited the compliance of the National Blood Clot Alliance (the Organization) with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2010. The Organization's major federal programs are identified in the summary of auditors' results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Organization's management. Our responsibility is to express an opinion on the Organization's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Organization's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Organization's compliance with those requirements.

In our opinion, the Organization complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

The management of the Organization is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the Organization's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the Organization's internal control over compliance.

A *control deficiency* in the Organization's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the Organization's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the Organization's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program, will not be prevented or detected by the Organization's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of the audit committee, management and federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Rockville, Maryland
December 08, 2010

National Blood Clot Alliance
Schedule of Findings and Questioned Costs
For The Year Ended June 30, 2010

SECTION A - SUMMARY OF AUDITORS' RESULTS

Financial Statements

- | | | |
|----|--|-------------|
| 1. | Type of auditors' report issued | Unqualified |
| 2. | Internal control over financial reporting: | |
| | a. Material weakness identified? | No |
| | b. Significant deficiencies identified not considered to be material weaknesses? | No |
| | c. Noncompliance material to the financial statements noted? | No |

Federal Awards

- | | | |
|----|--|-------------|
| 1. | Internal control over major programs: | |
| | a. Material weakness identified? | No |
| | b. Significant deficiencies identified not considered to be material weaknesses? | No |
| 2. | Type of auditors' report issued on compliance for major programs. | Unqualified |
| 3. | Any audit findings disclosed that are required to be reported in accordance with OMB Circular A-133, Section 5010 (a)? | No |
| 4. | Identification of major programs:

U.S. Department of Health and Human Services
Center for Disease Control and Prevention
CFDA # 93.184: Disabilities and Health | |
| 5. | Dollar threshold used to distinguish between Type A and Type B programs | \$300,000 |
| 6. | Auditee qualified as a low-risk auditee under OMB Circular A-133, Section 530? | No |

SECTION B - FINANCIAL STATEMENT FINDINGS

No matters involving instances of noncompliance or internal control, that are required to be reported under Government Auditing Standards, were reported.

SECTION C - FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

No matters involving instances of noncompliance or internal control, that are required to be reported under Section 510(a) of Circular A-133, were reported.

See independent auditors' report.