

**Minnesota Ovarian
Cancer Alliance, Inc.**

FINANCIAL STATEMENTS

**For the Year Ended
December 31, 2012**



Minnesota Ovarian Cancer Alliance, Inc.

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For the Year Ended December 31, 2012

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BOECKERMANN GRAFSTROM MAYER
CPAs

Independent Auditor's Report

To The Board of Directors
Minnesota Ovarian Cancer Alliance, Inc.
Minneapolis, Minnesota

Report on the Financial Statements

We have audited the accompanying statements of financial position of Minnesota Ovarian Cancer Alliance, Inc. (a nonprofit corporation) as of December 31, 2012 and the related statements of activities, functional expenses, and cash flows for the year 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 audit. 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 combined 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 combined 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 combined 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 Minnesota Ovarian Cancer Alliance, Inc. as of December 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

These financial statements include certain prior year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2011, from which the summarized information was derived.

Boeckermann Grafstrom + Mayer, LLC

BOECKERMANN GRAFSTROM & MAYER, LLC
Certified Public Accountants

Minneapolis, Minnesota
June 7, 2013

Minnesota Ovarian Cancer Alliance, Inc.
Statement of Financial Position
December 31, 2012 (with Comparative Totals for 2011)

<u>ASSETS</u>	<u>2012</u>	<u>2011</u>
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 797,507	\$ 600,990
Certificate of Deposits	105,518	104,555
Investments	304,996	181,427
Prepaid Expenses	16,427	11,556
Promise to Give	0	6,400
Contribution Receivable	5,489	1,500
Interest Receivable	<u>268</u>	<u>623</u>
Total Current Assets	<u>\$ 1,230,205</u>	<u>\$ 907,051</u>
PROPERTY AND EQUIPMENT		
Building and Improvements	\$ 309,781	\$ 304,009
Land	37,404	37,404
Office Equipment	73,788	68,632
Web Design Costs	<u>50,544</u>	<u>30,325</u>
Total Property and Equipment	\$ 471,517	\$ 440,370
Accumulated Depreciation	<u>(124,510)</u>	<u>(94,272)</u>
Net Property and Equipment	<u>\$ 347,007</u>	<u>\$ 346,098</u>
TOTAL ASSETS	<u>\$ 1,577,212</u>	<u>\$ 1,253,149</u>
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES		
Grants Payable	\$ 187,885	\$ 181,994
Accrued Expenses	<u>42,753</u>	<u>14,009</u>
Total Current Liabilities	<u>\$ 230,638</u>	<u>\$ 196,003</u>
NET ASSETS		
Unrestricted Net Assets	\$ 544,835	\$ 611,738
Unrestricted Designated Net Assets	425,000	300,000
Temporarily Restricted Net Assets - Program Services	170,500	22,431
Permanently Restricted Net Assets	<u>206,239</u>	<u>122,977</u>
Total Net Assets	<u>\$ 1,346,574</u>	<u>\$ 1,057,146</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 1,577,212</u>	<u>\$ 1,253,149</u>

See Accompanying Notes to the Financial Statements

Minnesota Ovarian Cancer Alliance, Inc.

Statement of Activities

For the Year Ended December 31, 2012 (with Comparative Totals for 2011)

	<u>Unrestricted Net Assets</u>	<u>Temporarily Restricted Net Assets</u>	<u>Permanently Restricted Net Assets</u>	<u>2012 Totals</u>	<u>2011 Totals</u>
REVENUES					
Contributions	\$ 240,410	\$ 540,763	\$ 71,596	\$ 852,769	\$ 298,865
Program Service Revenue	589,979	0		589,979	447,575
Interest and Investment Income	3,311	0	21,826	25,137	1,554
In Kind Contributions	167,276	0	0	167,276	150,619
Temporarily Restricted Revenue Released from Restrictions	402,854	(392,694)	(10,160)	0	0
Loss on Disposal of Property and Equipment	0	0	0	0	(72)
Loss on Sale of Stock	0	0	0	0	(21)
Total Revenues	<u>\$ 1,403,830</u>	<u>\$ 148,069</u>	<u>\$ 83,262</u>	<u>\$ 1,635,161</u>	<u>\$ 898,520</u>
EXPENSES					
Program Services	\$ 1,188,701	\$ 0	\$ 0	\$ 1,188,701	\$ 758,822
Management and General	96,978	0	0	96,978	101,038
Fundraising	60,054	0	0	60,054	54,696
Total Expenses	<u>\$ 1,345,733</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,345,733</u>	<u>\$ 914,556</u>
Increase (Decrease) in Net Assets	\$ 58,097	\$ 148,069	\$ 83,262	\$ 289,428	\$ (16,036)
NET ASSETS, Beginning of Year	<u>911,738</u>	<u>22,431</u>	<u>122,977</u>	<u>1,057,146</u>	<u>1,073,182</u>
NET ASSETS, End of Year	<u>\$ 969,835</u>	<u>\$ 170,500</u>	<u>\$ 206,239</u>	<u>\$ 1,346,574</u>	<u>\$ 1,057,146</u>

See Accompanying Notes to the Financial Statements

Minnesota Ovarian Cancer Alliance, Inc.

Statement of Functional Expenses

For the Year Ended December 31, 2012 (with Comparative Totals for 2011)

	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>2012 Totals</u>	<u>2011 Totals</u>
FUNCTIONAL EXPENSES					
Salaries - Director	\$ 48,889	\$ 18,323	\$ 22,904	\$ 90,116	\$ 82,544
Salaries - Other	142,260	41,453	14,905	198,618	166,952
Payroll Taxes	14,311	4,473	2,830	21,614	18,708
Employee Benefits	7,244	1,560	1,048	9,852	8,100
Accounting Fees	0	8,405	0	8,405	20,791
Supplies	12,607	1,789	376	14,772	29,607
Telephone	3,008	949	597	4,554	4,507
Postage and Shipping	14,852	347	2,086	17,285	16,392
Occupancy	5,507	7,788	1,028	14,323	8,667
Depreciation and Amortization	21,510	4,977	3,257	29,744	22,931
Equipment Rental and Maintenance	25	0	0	25	2,203
Printing and Publications	29,372	407	2,139	31,918	30,848
Travel, Conferences, and Meetings	4,032	427	211	4,670	4,864
Licenses and Fees	9,000	1,774	6,504	17,278	11,079
Interest	0	0	0	0	8,559
Education and Training	1,950	261	0	2,211	3,583
Research	636,345	0	0	636,345	258,132
Miscellaneous	121,779	4,045	1,206	127,030	117,229
MOCA Dream Awards Campaign	0	0	0	0	32,494
Promotions and Media Campaign	59,323	0	0	59,323	12,383
Insurance	2,102	0	420	2,522	0
Software Fees	9,815	0	543	10,358	12,848
Internet Updates	0	0	0	0	479
Event Location Rental	44,770	0	0	44,770	40,656
Total Functional Expenses	<u>\$ 1,188,701</u>	<u>\$ 96,978</u>	<u>\$ 60,054</u>	<u>\$ 1,345,733</u>	<u>\$ 914,556</u>

See Accompanying Notes to the Financial Statements

Minnesota Ovarian Cancer Alliance, Inc.

Statement of Cash Flows

For the Year Ended December 31, 2012 (with Comparative Totals for 2011)

	<u>2012</u>	<u>2011</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase (Decrease) in Net Assets	\$ 289,428	\$ (16,036)
Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities		
Depreciation and Amortization	30,238	25,771
Loss on Disposal of Equipment	0	72
Decrease (Increase) in Operating Assets		
Interest Receivable	355	1,322
Promises to Give	6,400	8,266
Contribution Receivable	(3,989)	(1,500)
Prepaid Expenses	(4,871)	(168)
Increase (Decrease) in Operating Liabilities		
Grants Payable	5,891	(18,349)
Accrued Expenses	28,744	(478)
	<u>352,196</u>	<u>(1,100)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 352,196	\$ (1,100)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net (Increase) in Rochelle Ross Fund - Unrestricted	\$ (3,205)	\$ (2,992)
Net (Increase) in Raine Snyder Fund - Unrestricted	(1,234)	(1,645)
Net (Increase) in 3M Stock - Unrestricted	(141)	(128)
Net (Increase) Decrease in Lubov Fund - Unrestricted	(65,050)	4,420
Net (Increase) in REIT Investment	(18,493)	0
Net (Increase) in Stock Gift	(17,384)	0
Net (Increase) Decrease in Certificates of Deposit	(963)	312,864
Purchase of Property and Equipment	(31,147)	(30,325)
	<u>(137,617)</u>	<u>282,194</u>
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES	\$ (137,617)	\$ 282,194
CASH FLOWS FROM FINANCING ACTIVITIES		
Net (Increase) Decrease in Rochelle Ross Fund - Endowment	\$ (13,056)	\$ 2,409
Net (Increase) Decrease in Raine Snyder Fund - Endowment	(4,349)	4,318
Net (Increase) in 3M Stock - Unrestricted	(661)	0
Net (Increase) Decrease in Lubov Fund - Endowment	(32)	1,538
Net (Increase) in REIT Investment	(63)	0
Net Decrease in Stock Gift	99	0
Payments on Long-Term Debt	0	(159,507)
	<u>(18,062)</u>	<u>(151,242)</u>
NET CASH USED BY FINANCING ACTIVITIES	\$ (18,062)	\$ (151,242)
NET INCREASE IN CASH	\$ 196,517	\$ 129,852
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>600,990</u>	<u>471,138</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 797,507</u>	<u>\$ 600,990</u>

See Accompanying Notes to the Financial Statements

Minnesota Ovarian Cancer Alliance, Inc.
Notes to the Financial Statements
December 31, 2012

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

The Minnesota Ovarian Cancer Alliance, Inc. (the Organization) is a statewide organization dedicated to raising awareness, providing support to women and families impacted by the disease, and funding the research needed to detect ovarian cancer early and treat it properly. The Organization also works to educate the Minnesota medical community about the symptoms of ovarian cancer. The Organization is made up of a network of more than 800 survivors and 45,000 supporters with a full range of programs encompassing education to the public and healthcare professionals, support groups, and programming and research. The Organization has awarded over \$3.5 million to research projects for ovarian cancer research in Minnesota.

Tax Status

The Organization is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code and comparable state law, and contributions to it are tax deductible within the limitations prescribed by the Code.

Income Taxes

The income received by the Organization is exempt from taxation under Section 501(a) of the Internal Revenue Code. The Financial Accounting Standards Board issued new guidance on accounting for uncertainty in income taxes. The Organization adopted this new guidance for the year ended December 31, 2009. Management evaluated the Organization's tax positions and concluded that the Organization had taken no uncertain tax positions that require adjustment to the financial statements to comply with the provisions of this guidance. With few exceptions, the Organization is no longer subject to income tax examinations by the U.S. federal, state, or local tax authorities for years before 2009.

Contributions

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions.

The Organization reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 Statement of Activities as net assets released from restrictions. However, donor-restricted contributions whose restrictions are met in the same reporting period are reported as unrestricted support.

Contributed Goods and Services

Contributed goods and services have been reflected in the accompanying financial statements in the amount of \$73,017 for awareness video, \$7,000 for the Molly Cade Memorial Golf Tournament, \$1,998 for office equipment, \$29,287 for advertising and supplies for Walk/Run event, \$57,972 for the Gala Event, \$300 for website hosting, and \$500 for miscellaneous goods and services for the year ended December 31, 2012.

Minnesota Ovarian Cancer Alliance, Inc.
Notes to the Financial Statements
December 31, 2012

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Promises to Give

Unconditional promises to give are recognized as revenue or gains in the period acknowledged. Conditional promises to give are recognized when the conditions on which they depend are substantially met. Promises to give are carried at the original amount promised less an estimate made for doubtful promises based on a review of all outstanding promises on a monthly basis. Management determines the allowance for doubtful promises by regularly evaluating individual promises to give and considering the prior history of the donor and proven collectibility of past donations. Promises to give are written off when deemed uncollectible. Recoveries of promises to give previously written off are recorded when received. There was no allowance for doubtful promises at December 31, 2012. The total outstanding promises to give as of December 31, 2012 were \$0.

Investments

Investments in marketable securities with determinable fair values and all investments in debt securities are reported at their fair values in the statement of financial position. Investment income and realized and unrealized gains and losses are recognized in net assets in the reporting period in which the gains and losses are recognized.

Property and Equipment

Property and equipment, which consists of a building, building improvements, land, donated computers, furniture, and website design is recorded at fair market value at the date of donation and is depreciated over its estimated useful life using the straight-line method of depreciation. Accumulated depreciation as of December 31, 2012 was \$124,510.

Functional Expense Allocation

The Organization's financial statements segregate expenses by function, including program services and management and general. Expenses are charged directly to specific functions when practicable. Expenses not identified as relating to specific functions are allocated on an appropriate basis.

Financial Statement Presentation

In accordance with U.S. generally accepted accounting principles, the Organization is required 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. In addition, the Organization is required to present a statement of cash flows.

Statement of Cash Flows

For purposes of the statement of cash flows, the Organization considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents. Certificates of deposit with original maturities over three months are classified as short-term investments. Cash equivalents and short-term investments are stated at market value. At times, cash may be in excess of FDIC insurance limits.

Minnesota Ovarian Cancer Alliance, Inc.

Notes to the Financial Statements

December 31, 2012

NOTE 1: NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Estimates

Management uses estimates and assumptions in preparing the financial statements in accordance with U.S. generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenue and expenses. Actual results could vary from the estimates that were used.

Reclassification

Certain accounts in the prior year financial statements have been reclassified for comparative purposes to conform to the presentation on the current year financial statements.

Subsequent Events

In determining required financial statement disclosures, the Organization has evaluated subsequent events through June 7, 2013, the date which the financial statements were available to be issued. The Organization determined that there were no subsequent events that met the criteria for disclosure.

NOTE 2: INVESTMENTS

Investment return consists of interest income of \$2,152, dividend income of \$2,283, total capital gain distribution of \$194, and net realized and unrealized loss of \$18,106 for a net loss of \$13,637 for the year ended December 31, 2012.

Investments are stated at fair value. Investments consist of the following at December 31, 2012:

Rochelle Ross Fund	\$	120,050
Raine Snyder Fund		68,969
3M Stock		5,622
Anita Lubov Fund		74,316
Amperprise REIT		18,729
Other Investments		17,310
		<hr/>
Total	\$	<u>304,996</u>

Minnesota Ovarian Cancer Alliance, Inc.

Notes to the Financial Statements

December 31, 2012

NOTE 3: FAIR VALUE OF FINANCIAL INSTRUMENTS

The Organization adopted Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820-10, *Fair Value Measurements*, which provides a framework for measuring fair value under U.S. generally accepted accounting principles. FASB ASC 820-10 applies to all financial instruments that are being measured and reported on a fair value basis. FASB ASC 820-10 requires disclosure that establishes a framework for measuring fair value in GAAP, and expands disclosure about fair value measurements. This statement enables the reader of the financial statements to assess the inputs used to develop those measurements by establishing a hierarchy for ranking the quality and reliability of the information used to determine fair values. The statement requires that assets and liabilities carried at fair value will be classified and disclosed in one of the following three categories:

Level 1: Valuations for assets and liabilities traded in active exchange markets, such as the New York Stock Exchange. Level 1 also includes U.S. Treasury and federal agency securities and federal agency mortgage-backed securities, which are traded by dealers or brokers in active markets. Valuations are obtained from readily available pricing sources for market transactions involving identical assets or liabilities.

Level 2: Valuations for assets and liabilities traded in less active dealer or broker markets. Valuations are obtained from third party pricing services for identical or similar assets or liabilities.

Level 3: Valuations for assets and liabilities that are derived from other valuation methodologies, including option pricing models, discounted cash flow models and similar techniques, and not based on market exchange, dealer, or broker traded transactions. Level 3 valuations incorporate certain assumptions and projections in determining the fair value assigned to such assets or liabilities.

In determining the appropriate levels, the Organization performs a detailed analysis of the assets and liabilities that are subject to FASB ASC 820-10. At each reporting period, all assets and liabilities for which the fair value measurement is based on significant unobservable inputs are classified as Level 3.

The table below presents the balances of assets and liabilities measured at fair value on a recurring basis by level within the hierarchy.

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Available for Sale Securities	<u>\$ 304,996</u>	<u>\$ 304,996</u>	<u>\$ 0</u>	<u>\$ 0</u>

The fair value of the available for sale marketable securities is based on quoted market prices.

Minnesota Ovarian Cancer Alliance, Inc.
Notes to the Financial Statements
December 31, 2012

NOTE 4: PERMANENTLY RESTRICTED NET ASSETS

Rochelle Ross Fund

The Rochelle Ross Fund was started in 2002 as a permanently restricted endowment fund. The contributions are required to remain as principal and the earnings can be distributed, as dictated by the agreement, 75% to research and 25% to awareness programs.

Contributions to the fund are restricted to specific types of investments as stipulated in the agreement.

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	103,956
Contributions		150
Net Earnings		<u>15,945</u>
Investment Balance at December 31, 2012	\$	120,051
Less Earnings Released as Unrestricted in Prior Years		40,973
Less Earnings Released as Unrestricted in Current Year		<u>2,919</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>76,159</u></u>

Raine Snyder Fund

The Raine Snyder Fund was started in 2006 as a permanently restricted endowment fund. The contributions are required to remain as principal and the earnings can be distributed, as dictated by the agreement, to further awareness on the part of physicians and other medical professionals of the symptoms, methods of early detection and desired tests and treatment for ovarian cancer.

Contributions to the fund are restricted to specific types of investments as stipulated in the agreement.

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	63,386
Net Earnings		<u>5,583</u>
Investment Balance at December 31, 2012	\$	68,969
Less Earnings Released as Unrestricted in Prior Years		11,030
Less Earnings Released as Unrestricted in Current Year		<u>1,194</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>56,745</u></u>

Minnesota Ovarian Cancer Alliance, Inc.
Notes to the Financial Statements
December 31, 2012

NOTE 4: PERMANENTLY RESTRICTED NET ASSETS (Continued)

Anita Lubov Memorial Fund

The Anita Lubov Fund was re-classed as a permanently restricted endowment fund in 2007. The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	9,264
Contributions		71,446
Net Earnings		377
Scholarships Paid Out During 2012		<u>(5,772)</u>
Investment Balance at December 31, 2012	\$	75,315
Less Earnings Released as Unrestricted in Prior Years		1,628
Less Earnings Released as Unrestricted in Current Year		<u>272</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>73,415</u></u>

NOTE 5: FUNDING

Minnesota Ovarian Cancer Alliance, Inc. receives its support from gifts from for-profit companies, charitable foundations, professional societies, other nonprofit entities, and individual donations from the public.

There were three funds during 2012 that are classified as “temporarily restricted.” They are:

- The Media Awareness Campaign
- The MOCA Dream Awards Campaign
- Parade Awareness Initiative
- Patricia Threinen Research Grants

Media Awareness Campaign

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	16,624
Less Amounts Paid Toward Campaign 2012		<u>16,624</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>0</u></u>

Minnesota Ovarian Cancer Alliance, Inc.
Notes to the Financial Statements
December 31, 2012

NOTE 5: FUNDING (Continued)

MOCA Dream Awards Campaign

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	0
Plus Contributions During 2012		<u>30,000</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>30,000</u></u>

Parade Awareness Initiative

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	5,807
Less Amounts Paid Toward Initiative in 2012		<u>1,070</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>4,737</u></u>

Patricia Threinen Research Grant Funds

The balance consists of the following at December 31, 2012:

Investment Balance at December 31, 2011	\$	0
Plus Contributions During 2012		510,763
Less Amounts Paid Toward Initiative in 2012		<u>375,000</u>
Net Restricted Balance at December 31, 2012	\$	<u><u>135,763</u></u>

NOTE 6: NET ASSETS

Each year, as part of its budget development process, the Board of Directors determines the amount of unrestricted net assets to be awarded through a competitive process to research on ovarian cancer. A request for proposals is released in early January. Proposals are due by a set date and then sent out for review by both scientific and consumer reviewers. The Executive Director makes recommendations to the Board based on the reviews. The Board designated \$690,000 and awarded \$690,000. The total amount of payments for research in 2012 was \$684,109 of which \$532,500 was for grants awarded in 2012.