

NATIONAL BREAST CANCER COALITION

AUDITED FINANCIAL STATEMENTS

December 31, 2013

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To the Board of Directors
National Breast Cancer Coalition
Washington, DC

Independent Auditor's Report

We have audited the accompanying financial statements of the National Breast Cancer Coalition (NBCC), which comprise the statement of financial position as of December 31, 2013, 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 audit 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 the National Breast Cancer Coalition as of December 31, 2013, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Independent Auditor's Report
National Breast Cancer Coalition

Report on Summarized Comparative Information

We have previously audited NBCC's 2012 financial statements, and we expressed an unmodified opinion on those financial statements in our report dated May 3, 2013. In our opinion, the summarized comparative information presented herein as and for the year ended December 31, 2012, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Drolet + Associates, P.A.C.

Washington, DC
April 23, 2014

NATIONAL BREAST CANCER COALITION
STATEMENT OF FINANCIAL POSITION
December 31, 2013
(With Summarized Financial Information for December 31, 2012)

	2013	2012
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 31,423	\$ 23,053
Due from National Breast Cancer Coalition Fund	-0-	2,659
Prepaid expenses	-0-	985
TOTAL CURRENT ASSETS	31,423	26,697
PROPERTY AND EQUIPMENT		
Software	12,940	12,940
Website	27,444	27,444
Less accumulated depreciation and amortization	(37,846)	(28,699)
TOTAL PROPERTY AND EQUIPMENT	2,538	11,685
DEPOSITS	2,009	2,009
TOTAL ASSETS	\$ 35,970	\$ 40,391
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 23,497	\$ 36,785
Due to National Breast Cancer Coalition Fund	6,979	-0-
TOTAL CURRENT LIABILITIES	30,476	36,785
NET ASSETS		
Unrestricted	5,494	3,606
TOTAL NET ASSETS	5,494	3,606
TOTAL LIABILITIES AND NET ASSETS	\$ 35,970	\$ 40,391

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

NATIONAL BREAST CANCER COALITION
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2013
(With Summarized Financial Information for the Year Ended December 31, 2012)

	2013	2012
REVENUES		
Grants and contributions	\$ 224,466	\$ 334,949
TOTAL REVENUES	224,466	334,949
EXPENSES		
Program services	89,124	140,051
Fundraising and development	69,048	117,546
Administration	64,406	83,837
TOTAL EXPENSES	222,578	341,434
CHANGE IN NET ASSETS	1,888	(6,485)
NET ASSETS, BEGINNING OF YEAR	3,606	10,091
NET ASSETS, END OF YEAR	\$ 5,494	\$ 3,606

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

NATIONAL BREAST CANCER COALITION
STATEMENT OF FUNCTIONAL EXPENSES
For The Year Ended December 31, 2013
(With Summarized Financial Information for the Year Ended December 31, 2012)

	Program Services	Fundraising and Development	Administration	2013 Total	2012 Total
Salaries	\$ 16,069	\$ 7,964	\$ 11,920	\$ 35,953	\$ 48,242
Payroll taxes	1,209	595	862	2,666	3,462
Retirement plan contributions	425	248	314	987	2,733
Other employee benefits	1,322	670	1,051	3,043	4,481
Consultants	7,427	13,663	5,823	26,913	95,618
Professional fees			8,172	8,172	10,271
Printing and copying	10,423	6,960	8,649	26,032	34,667
Design of materials	3,533	3,192	4,126	10,851	27,618
Data processing	7,621	6,885	8,900	23,406	16,759
Postage and delivery	7,098	5,672	7,090	19,860	21,224
Rent	8,292	4,500	6,348	19,140	20,027
Telecommunications	25,191	437	586	26,214	26,371
Office supplies and expense	62	71	220	353	364
Meetings and events	35	20	27	82	6,813
Dues and fees	81	6,262	62	6,405	5,434
Insurance	224	121	171	516	537
Equipment	96	55	73	224	326
Depreciation and amortization		9,147		9,147	9,148
Miscellaneous	16	2,586	12	2,614	7,339
TOTAL EXPENSES	\$ 89,124	\$ 69,048	\$ 64,406	\$ 222,578	\$ 341,434

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

NATIONAL BREAST CANCER COALITION
STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2013
(With Summarized Financial Information for the Year Ended December 31, 2012)

	2013	2012
CASH FLOWS FROM OPERATING ACTIVITIES		
CHANGE IN NET ASSETS	\$ 1,888	\$ (6,485)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depeiciation and amortization	9,147	9,148
Decrease (increase) in due from National Breast Cancer Coalition Fund	2,659	(2,659)
Decrease in prepaid expenses	985	19,364
(Decrease) increase in accounts payable	(13,288)	23,925
Increase (decrease) in due to National Breast Cancer Coalition Fund	6,979	(56,898)
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	8,370	(13,605)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	8,370	(13,605)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	23,053	36,658
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 31,423	\$ 23,053

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

NATIONAL BREAST CANCER COALITION
NOTES TO FINANCIAL STATEMENTS
December 31, 2013

NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization The National Breast Cancer Coalition (NBCC) is a nonprofit organization incorporated under the laws of the Commonwealth of Pennsylvania on June 11, 1992. The object and purpose of NBCC is to eradicate breast cancer through focusing national attention on breast cancer and by involving patients and others as advocates for action, advances and change.

Public Information & Public Policy Programs – NBCC focuses its public policy advocacy on legislative priorities that are most likely to further the mission of ending breast cancer and achieving Breast Cancer Deadline 2020[®] – knowing how to end breast cancer by January 1, 2020. Specific areas of focus include legislation and policies that will increase funding for breast cancer research; provide access to high quality health care and clinical trials; and expand the influence of breast cancer advocates everywhere breast cancer decisions are made. NBCC selects its legislative priorities after extensive deliberation to ensure that scientific evidence is integrated into public policy with the goal of ending breast cancer.

The operations of NBCC are primarily funded by grants and contributions.

Income Taxes NBCC is exempt from federal and state income taxes under Section 501(c)(4) of the Internal Revenue.

NBCC requires that a tax position be recognized or derecognized based on a “more-likely-than-not” threshold. This applies to positions taken or expected to be taken in a tax return. NBCC does not believe its financial statements include, or reflect, any uncertain tax positions.

NBCC’s Form 990, Return of Organization Exempt from Income Tax Returns is subject to examination by the Internal Revenue Service generally for three years after it is filed.

**Cash and Cash
Equivalents**

NBCC considers all amounts in checking and money market accounts to be cash equivalents.

**Property and
Equipment**

NBCC capitalizes all property and equipment acquisitions in excess of \$1,000. Property and equipment are recorded at cost, if purchased or at fair market value at date of donation, if contributed. Depreciation of property and equipment is provided using the straight-line method over the estimated useful life of the asset.

**NATIONAL BREAST CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2013**

**NOTE A - ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)**

**Allocation of
Functional
Expenses**

The costs of providing the programs and other activities have been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

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 the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities and the reported amounts of revenues and expenses. Actual results could differ from those estimates that were assumed in preparing the financial statements.

**Prior-Year
Information**

The financial statements include certain prior year summarized comparative totals as of and for the year ended December 31, 2012. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the financial statements for the year ended December 31, 2012, from which the summarized information was derived.

Reclassifications

Certain amounts for 2012 have been reclassified for comparative purposes.

NOTE B - RELATED PARTY TRANSACTIONS

NBCC shares staff and board members with the National Breast Cancer Coalition Fund (the Fund), a nonprofit organization exempt under Internal Revenue Code Section 501(c)(3). NBCC reimburses the Fund for certain personnel, office expenses and combined bills. NBCC also reimburses the Fund for a portion of the annual contribution to the Fund's Money Purchase Pension Plan. In 2013, NBCC reimbursed the Fund approximately \$1,000 for the retirement plan contribution. In total, the Fund incurred approximately \$83,000 of reimbursable expenses paid on behalf of NBCC during 2013. In addition, NBCC incurred approximately \$1,000 of reimbursable expenses paid on behalf of the Fund during 2013.

In addition the Fund made a \$40,000 grant to NBCC. The grant is to be used for direct lobbying expenses.

The National Breast Cancer Coalition PAC (NBCCPAC) is a federal political action committee sponsored by NBCC. NBCCPAC's purpose is to support candidates in federal elections. For the year ended December 31, 2013, NBCCPAC received no contributions and made no payments to support congressional or senate candidates. As of December 31, 2013, NBCCPAC has assets consisting of cash in the amount of approximately \$15,000. NBCC provides management services to the NBCCPAC at no charge.

NATIONAL BREAST CANCER COALITION
NOTES TO FINANCIAL STATEMENTS (Continued)
December 31, 2013

NOTE C – CONCENTRATIONS

For the year ended December 31, 2013, approximately 18% of the total revenue was received from the Fund.

NOTE D - JOINT COST ALLOCATION

NBCC incurred joint costs in 2013 for informational materials that included fundraising appeals. The costs were allocated as follows:

Description	Amount
Program services	\$ 27,790
Administration	32,454
Fundraising and development	25,106
Total	\$ 85,350

NOTE E - SUBSEQUENT EVENTS

Subsequent events were evaluated through April 23, 2014, which is the date the financial statements were available to be issued.