

**LYNN SAGE CANCER  
RESEARCH FOUNDATION**

Chicago, Illinois

FINANCIAL STATEMENTS

Including Independent Auditors' Report

As of and for the Years Ended  
December 31, 2018 and 2017

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**LYNN SAGE CANCER RESEARCH FOUNDATION**  
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As of and for the Years Ended  
December 31, 2018 and 2017

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
Lynn Sage Cancer Research Foundation  
Chicago, Illinois

### ***Report on the Financial Statements***

We have audited the accompanying financial statements of Lynn Sage Cancer Research Foundation (the "Foundation"), which comprise the statements of financial position as of December 31, 2018 and 2017, 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.

### ***Auditors' 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 audits 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 auditors' 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 Foundation as of December 31, 2018 and 2017, 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.

### ***Emphasis of Matter***

As discussed in Note 2 to the financial statements, in 2018, the Foundation adopted new accounting guidance related to the Financial Accounting Standards Board Accounting Standard Update 2016-14, Not-for-Profit Entities (Topic 958): *Presentation of Financial Statements of Not-for-Profit Entities*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### *Report on Supplementary Information*

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplemental information contained on pages 15 and 16 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 audits 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.

*Baker Tilly Virchow Krause, LLP*

Chicago, Illinois  
June 10, 2019

# LYNN SAGE CANCER RESEARCH FOUNDATION

## STATEMENTS OF FINANCIAL POSITION

As of December 31, 2018 and 2017

	2018	2017
<b>Assets</b>		
Cash and cash equivalents	\$ 646,844	\$ 328,805
Investments	2,217,509	2,330,274
Due from Northwestern Memorial Hospital	88,783	471,406
<b>TOTAL ASSETS</b>	<b>\$ 2,953,136</b>	<b>\$ 3,130,485</b>
 <b>Liabilities</b>		
Accounts payable	\$ 8,547	\$ -
Unfulfilled pledges to Northwestern Memorial Hospital, at net present value		
Due within one year	-	140,000
Due thereafter	-	503,060
Total unfulfilled pledges to Northwestern Memorial Hospital	-	643,060
<b>TOTAL LIABILITIES</b>	<b>8,547</b>	<b>643,060</b>
 <b>Net Assets</b>		
Without donor restrictions	2,944,589	2,473,885
With donor restrictions	-	13,540
<b>TOTAL NET ASSETS</b>	<b>2,944,589</b>	<b>2,487,425</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 2,953,136</b>	<b>\$ 3,130,485</b>

LYNN SAGE CANCER RESEARCH FOUNDATION

STATEMENTS OF ACTIVITIES  
For the Years Ended December 31, 2018 and 2017

	2018				2017			
	Without Donor Restrictions	With Donor Restrictions	Total	% to Total	Without Donor Restrictions	With Donor Restrictions	Total	% to Total
Public Support								
Contributions	\$ 592,515	\$ -	\$ 592,515	52.7 %	\$ 450,871	\$ -	\$ 450,871	35.0 %
Fundraising Events:								
Revenues	1,012,854	-	1,012,854	90.2	1,043,698	13,540	1,057,238	82.0
Less: Cost of direct benefit to donors	(368,353)	-	(368,353)	(32.8)	(446,052)	-	(446,052)	(34.6)
Net fundraising events revenue	644,501	-	644,501	57.4	597,646	13,540	611,186	47.4
Total contributions and net fundraising events revenues	1,237,016	-	1,237,016	110.1	1,048,517	13,540	1,062,057	82.4
Investment income (loss)	(113,530)	-	(113,530)	(10.1)	227,290	-	227,290	17.6
Net assets released from restrictions	13,540	(13,540)	-	-	16,015	(16,015)	-	-
Total Net Public Support and Investment Income	1,137,026	(13,540)	1,123,486	100.0	1,291,822	(2,475)	1,289,347	100.0
Program and Supporting Services Expenses								
Program services								
Donations to Northwestern Memorial Hospital	556,965	-	556,965	49.6	104,277	-	104,277	8.1
Supporting services								
Administrative expenses	109,357	-	109,357	9.7	117,060	-	117,060	9.1
Total Program and Supporting Services Expenses	666,322	-	666,322	59.3	221,337	-	221,337	17.2
Change in net assets	470,704	(13,540)	457,164	40.7 %	1,070,485	(2,475)	1,068,010	82.8 %
Net Assets, Beginning of Year	2,473,885	13,540	2,487,425		1,403,400	16,015	1,419,415	
Net Assets, End of Year	\$ 2,944,589	\$ -	\$ 2,944,589		\$ 2,473,885	\$ 13,540	\$ 2,487,425	



# LYNN SAGE CANCER RESEARCH FOUNDATION

## STATEMENTS OF FUNCTIONAL EXPENSES For the Years Ended December 31, 2018 and 2017

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	<u>2018</u>	<u>2017</u>
<b>Program Services</b>		
Contributions and accrual of discount on prior years' pledges to Northwestern Memorial Hospital	<u>\$ 556,965</u>	<u>\$ 104,277</u>
Total Program Services	<u>556,965</u>	<u>104,277</u>
<b>Supporting Services</b>		
Accounting, audit and tax	24,754	23,268
Bank and credit cards fees	19,862	25,466
Gifts and awards	4,475	9,750
Insurance	2,702	-
Meetings	8,216	-
Consulting	7,350	-
Miscellaneous	2,645	8,423
Office	1,115	2,387
Postage	1,810	13,449
Printing	4,805	5,513
Publications and marketing	31,623	26,620
Venue	<u>-</u>	<u>2,184</u>
Total Supporting Services	<u>109,357</u>	<u>117,060</u>
Total Functional Expenses	<u>\$ 666,322</u>	<u>\$ 221,337</u>

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# LYNN SAGE CANCER RESEARCH FOUNDATION

## STATEMENTS OF CASH FLOWS For the Years Ended December 31, 2018 and 2017

	2018	2017
<b>Cash Flows From Operating Activities</b>		
Change in net assets	\$ 457,164	\$ 1,068,010
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Unrealized (gain) loss on investments	216,647	(145,611)
Realized (gain) on investments	(83,959)	(60,717)
Amortization of unfulfilled pledge discount	6,753	104,277
(Increase) decrease in assets:		
Due from Northwestern Memorial Hospital	382,623	(117,676)
Prepaid expenses	-	13,000
Increase (decrease) in liabilities:		
Accounts payable	8,547	-
Unfulfilled pledges to Northwestern Memorial Hospital	(649,813)	(1,649,384)
Net cash flows from operating activities	337,962	(788,101)
<b>Cash Flows From Investing Activities</b>		
Purchases of investments	(19,923)	(25,918)
Sales/redemptions of investments	-	699,456
Net cash flows from investing activities	(19,923)	673,538
Net change in cash and cash equivalents	318,039	(113,563)
Cash and cash equivalents, beginning of year	328,805	442,368
Cash and cash equivalents, end of year	\$ 646,844	\$ 328,805

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**LYNN SAGE CANCER RESEARCH FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

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**NOTE 1 - NATURE OF OPERATIONS**

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Lynn Sage Cancer Research Foundation (the "Foundation") is an Illinois not-for-profit corporation incorporated on September 14, 1990 to support research in the areas of oncology and clinical oncology, and educational and counseling programs relating to the treatment and prevention of breast cancer. Funds are raised through contributions, gifts, fundraising events, and investment activities. Funds raised through these activities are applied to support breast cancer research by making grants to Northwestern Memorial Hospital and other publicly supported exempt organizations, as well as in direct educational outreach programs and awards to researchers.

*Affiliation*

The Foundation is affiliated with Northwestern Memorial Foundation ("NMF"). The parties have agreed that NMF will be the sole organizational affiliate of the Lynn Sage Cancer Research Foundation. Both Northwestern Memorial Hospital ("NMH") and Feinberg School of Medicine at Northwestern University will remain as the Foundation's principal organizational beneficiaries through grants from the Foundation. On occasion, the Foundation may provide financial gifts or other assistance to cancer support organizations such as Y-Me.

In consideration for the Foundation's support, the principal breast health center at NMH shall continue to be named the "Lynn Sage Comprehensive Breast Center," and the breast health program at NMH shall continue to be named the "Lynn Sage Breast Program." The Northwestern University Medical School has agreed to name its breast cancer research program the "Lynn Sage Breast Cancer Research Program of Northwestern University Medical School." NMF will continue to provide administrative and fundraising support, at no cost, to the Foundation.

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

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*Financial Statement Presentation*

These financial statements, which are presented on the accrual basis of accounting, have been prepared in accordance with standards relating to financial statements of not-for-profit organizations, to focus on the Foundation as a whole. These standards are for external financial reporting by not-for-profit organizations and require that resources be classified into distinct net asset categories according to externally (donor) imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

**Net Assets Without Donor Restrictions** - Net assets not subject to donor-imposed stipulations.

**Net Assets With Donor Restrictions** - Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

**LYNN SAGE CANCER RESEARCH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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*Financial Statement Presentation (Continued)*

Revenues are reported as increases in net assets without restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation or by law.

We report contributions restricted by donors as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions, depending on the nature of the restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

*Contributions, Fundraising Events and Contributed Stock*

The standards relating to accounting for contributions received and contributions made, generally require all unconditional contributions made to a not-for-profit organization be measured at fair market value on the date received and be recognized as revenue or gains in the period received. The Foundation records contributions of stock at fair market value on the date of the gift.

Contributions are defined as contributions and revenues excluding fundraising events revenue. Fundraising events revenue is defined as contributions and revenues generated as a result of a Foundation fundraising event. Fundraising events revenue is presented net of the related costs directly benefiting donors.

In similar fashion, there is a requirement that unconditional promises made by a not-for-profit organization be recognized as contributions and payables in the period that the promise is made.

*Cash and Cash Equivalents*

The Foundation considers all short-term highly-liquid debt instruments with an original maturity of three months or less, when acquired, to be cash equivalents.

The Foundation maintains cash balances which exceed the federally insured limit of \$250,000. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash.

*Investments*

In accordance with the standards relating to accounting for certain investments held by not-for-profit organizations, the Foundation records investments at their fair or appraised values, and both realized and unrealized gains and losses are reflected in the statement of activities.

**LYNN SAGE CANCER RESEARCH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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*Advertising Costs*

The Foundation conducts nondirect response advertising. These costs are expensed as incurred. For the years ended December 31, 2018 and 2017, the Foundation incurred \$36,239 and \$41,633, respectively, in advertising expenses.

*Functional Allocation of Expenses*

The costs of program and supporting services activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

*Use of Estimates*

The preparation of these 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, liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

*New Accounting Pronouncements*

In 2018, the Foundation adopted the Financial Accounting Standard Board's Accounting Standards Update No. 2016-14, Not-for-Profit Entities (Topic 958): *Presentation of Financial Statements of Not-for-Profit Entities*. ASU No. 2016-14 addresses the complexity and understandability of net asset classification, deficiencies in information about liquidity and availability of resources, and the lack of consistency in the type of information provided about expenses and investment return. The Foundation has adjusted the presentation of these financial statements accordingly. ASU No. 2016-14 has been applied retrospectively to all periods presented, except for the disclosures around liquidity and availability of resources. These disclosures have been presented for 2018 only, as allowed by ASU No. 2016-14.

The new standard changes the following aspects of the financial statements:

- The unrestricted net assets class has been remained Net Assets Without Donor Restrictions;
- The temporarily and permanently restricted net asset classes have been combined into a single net asset class called Net Assets with Donor Restrictions;
- The financial statements include a disclosure about liquidity and availability of resources at December 31, 2018 (Note 8);
- The functional expense statement for 2018 and 2017 includes expenses reported both by nature and function.

**LYNN SAGE CANCER RESEARCH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

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**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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In May 2014, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update (“ASU”) No. 2014-09, *Revenue from Contracts with Customers (Topic 606)*. ASU No. 2014-09 establishes principles for recognizing revenue upon the transfer of promised goods or services to customers, in an amount that reflects the expected consideration received in exchange for those goods or services. Additional updates defer the effective date of ASU No. 2014-09, clarify the implementation guidance on principal versus agent considerations, clarify the identification of performance obligations and the licensing implementation guidance and affect other narrow aspects of Topic 606. Topic 606 (as amended) is effective for annual periods beginning after December 15, 2018 (2019). The changes may be applied retrospectively to each prior period presented or retrospectively with the cumulative effect recognized as of the date of initial application. Management is currently assessing the effect that Topic 606 (as amended) will have on its financial statements.

In June 2018, FASB issued ASU No. 2018-08, *Not-for-Profit Entities (Topic 958): Clarifying the Scope and the Accounting Guidance for Contributions Received and Contributions Made*. The new guidance is intended to clarify and improve accounting guidance for contributions received and contributions made. The amendments in ASU No. 2018-08 should assist entities in (1) evaluating whether transactions should be accounted for as contributions (nonreciprocal transactions) or as exchange (reciprocal) transactions subject to other guidance and (2) determining whether a contribution is conditional. ASU No. 2018-08 is effective for contributions received during annual periods beginning after December 15, 2018 (2019) and contributions made during annual periods beginning after December 15, 2019 (2020). Management is currently assessing the effect that ASU No. 2018-08 will have on its financial statements.

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**NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS**

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**Fair Value Hierarchy** - Fair value is defined in the accounting guidance as the exchange price that would be received to sell an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the assets or liability in an orderly transaction between market participants at the measurement date. Under this guidance, a three-level hierarchy is used for fair value measurements which are based on the transparency of information, such as the pricing source, used in the valuation of an asset or liability as of the measurement date.

Financial instruments measured and reported at fair value are classified and disclosed in one of the following three categories.

- Level 1 - Inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities that the reporting entity can access at the measurement date.
- Level 2 - Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. This includes quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the asset or liability, or market-corroborated inputs.
- Level 3 - Inputs are unobservable for the asset or liability. Unobservable inputs reflect the assumptions that market participants would use in pricing the asset or liability (including assumptions about risk) using the best information available in the circumstances, which may include using the reporting entity’s own data.



**LYNN SAGE CANCER RESEARCH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

**NOTE 3 - INVESTMENTS AND FAIR VALUE MEASUREMENTS (CONTINUED)**

***Valuation Techniques and Inputs***

Level 1 - Level 1 assets consists of investments in mutual funds and exchange traded funds for which quoted prices are readily available.

Level 2 - Level 2 assets include investments in certificates of deposit and money market accounts as they are based on quoted prices in markets that are not active.

There have been no changes in the techniques and inputs used as of December 31, 2018 and 2017.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the level in the fair value hierarchy within which the fair value measurement in its entirety falls has been determined based on the lowest level input that is significant to the fair value measurement in its entirety. The assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the asset or liability.

While the Foundation believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different estimate of fair value at the reporting date.

The following tables present information about the Foundation's assets measured at fair value on a recurring basis as of December 31, 2018 based upon the three-tier hierarchy:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<b>ASSETS</b>				
Money market account	\$ 6,663	\$ -	\$ 6,663	\$ -
Certificates of deposit	565,267	-	565,267	-
Fixed income mutual funds	99,375	99,375	-	-
U.S. equity mutual funds	1,017,749	1,017,749	-	-
International equity mutual funds	312,158	312,158	-	-
Exchange traded funds	216,297	216,297	-	-
Total	<u>\$ 2,217,509</u>	<u>\$ 1,645,579</u>	<u>\$ 571,930</u>	<u>\$ -</u>

The following tables present information about the Foundation's assets measured at fair value on a recurring basis as of December 31, 2017 based upon the three-tier hierarchy:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<b>ASSETS</b>				
Money market account	\$ 1,286	\$ -	\$ 1,286	\$ -
Fixed income mutual funds	672,815	672,815	-	-
U.S. equity mutual funds	1,075,171	1,075,171	-	-
International equity mutual funds	340,814	340,814	-	-
Exchange traded funds	240,188	240,188	-	-
Total	<u>\$ 2,330,274</u>	<u>\$ 2,328,988</u>	<u>\$ 1,286</u>	<u>\$ -</u>

**LYNN SAGE CANCER RESEARCH FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

**NOTE 4 - TAX EXEMPT STATUS**

The Foundation has received notification that it qualifies as a tax-exempt organization under Section 501(c)(3) of the U.S. Internal Revenue Code and corresponding provisions of State law and, accordingly, is not subject to federal or state income taxes.

The Foundation follows the accounting standards for contingencies in evaluating uncertain tax positions. The guidance prescribes recognition threshold principles for the financial statement recognition of tax positions taken or expected to be taken on a tax return that are not certain to be realized. No liability has been recognized by the Foundation for uncertain tax positions as of December 31, 2018 and 2017. The Foundation's tax returns are subject to review and examination by federal and state authorities.

**NOTE 5 - DUE FROM NORTHWESTERN MEMORIAL HOSPITAL**

Amounts due from Northwestern Memorial Hospital are non-interest bearing, without fixed terms of repayment, and are due on demand. These amounts arise from contributions and other fundraising cash received by NMH on behalf of the Foundation.

**NOTE 6 - PLEDGE COMMITMENTS**

During 2013, the Foundation committed \$200,000 to the Northwestern Memorial Foundation in support of breast cancer research at Northwestern Memorial Hospital and the Robert H. Lurie Comprehensive Career Center of Northwestern University to support the Lynn Sage Dominick's Scholars. Payments of \$140,000 and \$60,000 were made in 2018 and 2017, respectively. The commitment was completed in 2018.

During 2016, the Foundation committed \$3,000,000 to the Northwestern Memorial Hospital to support the Hospital's breast cancer research and education. Payments of \$509,813 and \$1,369,384 were made in 2018 and 2017, respectively. The commitment was completed in 2018.

During 2018, the Foundation committed \$550,211 to the Northwestern Memorial Hospital to support the Hospital's breast cancer research and education. The payment of \$550,211 was made in 2018.

The following table summarizes grant activity for both 2018 and 2017:

	<u>2018</u>	<u>2017</u>
Outstanding obligation at beginning of year	\$ 643,060	\$ 2,188,167
Commitments made during the year	550,211	-
Payments during the year	(1,200,024)	(1,649,384)
Amortization of discount recognized	<u>6,753</u>	<u>104,277</u>
Obligation at End of Year	<u>\$ -</u>	<u>\$ 643,060</u>

**LYNN SAGE CANCER RESEARCH FOUNDATION**  
NOTES TO FINANCIAL STATEMENTS  
AS OF AND FOR THE YEARS ENDED DECEMBER 31, 2018 AND 2017

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**NOTE 7 - NET ASSETS WITH DONOR RESTRICTIONS**

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Net assets with donor restrictions of \$13,540 at December 31, 2017 are time restricted for the following year. There were no net assets with donor restrictions as of December 31, 2018.

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**NOTE 8 - LIQUIDITY AND AVAILABILITY**

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It is the Foundation's practice to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The annual giving by the Foundation is dependent on the funds that are available. The Foundation has financial assets available within one year of the statement of financial position date for general expenditures as follows:

Cash and cash equivalents	\$ 646,844
Investments	2,217,509
Due from Northwestern Memorial Hospital	<u>88,783</u>
Financial assets available to meet cash needs for general expenditures for one year	<u><u>\$ 2,953,136</u></u>

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**NOTE 9 - SUBSEQUENT EVENTS**

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The Foundation has evaluated subsequent events occurring through June 10, 2019, the date that the financial statements were available to be issued for events requiring recording or disclosure in the Foundation's financial statements.

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**SUPPLEMENTAL INFORMATION**

## LYNN SAGE CANCER RESEARCH FOUNDATION

### SCHEDULES OF FUNDRAISING EVENTS For the Years Ended December 31, 2018 and 2017

	2018				
	Gala and Dinner	Golf	Winter Event	Total	
Revenues	\$ 747,520	\$ 191,032	\$ 74,302	\$ 1,012,854	
Cost of direct benefit to donors	(249,359)	(85,175)	(33,819)	(368,353)	
Net fundraising events revenue	\$ 498,161	\$ 105,857	\$ 40,483	\$ 644,501	
	2017				
	Gala and Dinner	Golf	Run	Winter Event	Total
Revenues	\$ 690,377	\$ 154,478	\$ 123,505	\$ 88,878	\$ 1,057,238
Cost of direct benefit to donors	(300,010)	(65,731)	(38,651)	(41,660)	(446,052)
Net fundraising events revenue	\$ 390,367	\$ 88,747	\$ 84,854	\$ 47,218	\$ 611,186

**LYNN SAGE CANCER RESEARCH FOUNDATION**

SCHEDULES OF NET ASSETS WITH DONOR RESTRICTIONS  
For the Years Ended December 31, 2018 and 2017

		2018			
		Beginning Net Assets With Donor Restrictions	Additions	Released From Restriction	Ending Net Assets With Donor Restrictions
2018 Fundraising Events		\$ 13,540	\$ -	\$ (13,540)	\$ -
		<u>\$ 13,540</u>	<u>\$ -</u>	<u>\$ (13,540)</u>	<u>\$ -</u>
		2017			
		Beginning Net Assets With Donor Restrictions	Additions	Released From Restriction	Ending Net Assets With Donor Restrictions
2018 Fundraising Events		\$ -	\$ 13,540	\$ -	\$ 13,540
2017 Fundraising Events		16,015	-	(16,015)	-
		<u>\$ 16,015</u>	<u>\$ 13,540</u>	<u>\$ (16,015)</u>	<u>\$ 13,540</u>

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