

**Team Sanfilippo Foundation, Inc.**

**Financial Statements and Supplementary Information**

**With Independent Accountants' Review Report**

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

**TEAM SANFILIPPO FOUNDATION, INC.  
DECEMBER 31, 2012**

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## **INDEPENDENT ACCOUNTANT'S REVIEW REPORT**

**To the Board of Directors of  
Team Sanfilippo Foundation, Inc.  
Saratoga Springs, New York**

**We have reviewed the accompanying statement of financial position of Team Sanfilippo Foundation, Inc (a nonprofit organization) as of December 31, 2012, and the related statements of activities, functional expenses, and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Team Sanfilippo Foundation.**

**A review consists principally of inquiries of Organization personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.**

**Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.**

*Steven Ellwanger CPA PLLC*

**Steven Ellwanger, CPA, PLLC  
Saratoga Springs, New York  
June 15, 2013**

**TEAM SANFILIPPO FOUNDATION, INC.  
STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2012**

**ASSETS**

**CURRENT ASSETS:**

Cash \$ 228,673

**TOTAL ASSETS** \$ 228,673

**LIABILITIES AND NET ASSETS**

**CURRENT LIABILITIES:**

Grants Payable \$ 70,000

**NET ASSETS:**

Unrestricted 158,673

**TOTAL LIABILITIES AND NET ASSETS** \$ 228,673

See Accompanying Notes to Financial Statements.

**TEAM SANFILIPPO FOUNDATION, INC.  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2012**

<b>PUBLIC SUPPORT AND REVENUES</b>	
Donation income	\$ 117,861
Interest Income	<u>766</u>
<b>Total public support and revenues</b>	118,627
<b>EXPENSES:</b>	
Program services	15,786
General and administrative	18,320
Fundraising expenses	<u>2,674</u>
<b>Total expenses</b>	<u>36,780</u>
<b>INCREASE IN NET ASSETS</b>	81,847
<b>NET ASSETS, BEGINNING OF YEAR</b>	<u>76,826</u>
<b>NET ASSETS, END OF YEAR</b>	<u><u>\$ 158,673</u></u>

See Accompanying Notes to Financial Statements.

**TEAM SANFILIPPO FOUNDATION, INC.  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**CASH FLOWS FROM OPERATING ACTIVITIES:**

Change in net assets	\$	81,847
Adjustments to reconcile change in net assets to net cash provided (used) in operating activities:		
Increase (decrease) in grants payable		<u>(115,000)</u>
Net cash provided (used) in operating activities		<u>(33,153)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>		(33,153)
<b>CASH, BEGINNING OF YEAR</b>		<u>261,826</u>
<b>CASH, END OF YEAR</b>	\$	<u><u>228,673</u></u>

See Accompanying Notes to Financial Statements.

**TEAM SANFILIPPO FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING  
POLICIES:**

**Nature of Activities**

**Team Sanfilippo Foundation, Inc. (“the Foundation”) is a not-for-profit organization formed in the State of New York on June 13, 2011 for the purpose of conducting research to find a treatment for Sanfilippo Syndrome.**

**The Foundation is exempt from Federal income tax under section 501(c)(3) of the Internal Revenue Code.**

**Support and Revenue**

**The main source of funding is from public donations. Donations and grants of cash and other assets are reportable as temporarily restricted support if they are received with donor stipulations that limit the use of the donated assets.**

**Contributed Services**

**During the year ended December 31, 2012, the value of contributed services meeting the requirements for recognition in the financial statements was not material and has not been recorded. Many individuals volunteer their time and perform a variety of tasks that assist the Foundation in performing its functions.**

**Financial Statement Presentation**

**The financial statements of Team Sanfilippo Foundation, Inc. are presented using the accrual basis of accounting. Financial statement presentation follows the recommendation of the Financial Accounting standards Board (FASB) in its Accounting standards**



**Codification (ASC) Topic 958, Not-for-Profit Entities. Team Sanfilippo Foundation, Inc 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. As of December 31, 2012, there were no permanently or temporarily restricted net assets.**

### **Revenue Recognition**

**In accordance with FASB ASC 958, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support depending on the existence and/or nature of any donor restrictions. For the year ended December 31, 2012, there were no contributions received with permanent or temporary donor-imposed restrictions.**

### **Use of Estimates**

**The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported and disclosed amounts of assets, liabilities, revenues and expenses incurred in the reporting period. Actual results could differ from those estimates.**

**TEAM SANFILIPPO FOUNDATION, INC.  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2012**

### **Functional Allocation of Expenses**

**The cost of providing the various programs and other activities has been summarized on a functional basis in the statement of activities. Accordingly, certain costs have been allocated among the program, general administrative, and fundraising expenses.**

## **NOTE 2- GRANTS PAYABLE:**

**The Foundation has entered into grant agreements with research labs during the year with approval of the board of directors and review from the scientific advisory board. These agreements require payments to be made in future years based on predefined milestones expected to be attained. The contracts are defined below with total grants contracted during the year and monies paid as of December 31, 2012. The grants payable are due to be completed in the next fiscal year.**

### Contractual Grant Agreements

	<b>2012</b>		
	Total Grant	Grants Paid	Grants Payable
Women's and Children's Hospital Adelaide	100,000	30,000	70,000
Total	<u>\$ 100,000</u>	<u>\$ 30,000</u>	<u>\$ 70,000</u>

## **NOTE 3- SUBSEQUENT EVENTS:**

**Management has evaluated events and transactions for subsequent events that would impact the financial statements for the year ended December 31, 2012 to June 15, 2013, the date the financial statements were available to be issued. There were no subsequent events that require recognition or disclosure in the financial statements**

**INDEPENDENT ACCOUNTANTS' REPORT ON  
SUPPLEMENTAL INFORMATION**

**To the Board of Directors  
Team Sanfilippo Foundation, Inc.**

**Our report on the review of the financial statements of Team Sanfilippo Foundation, Inc. for the year ended December 31, 2012 appears on page one. The information included in the accompanying schedule of functional expenses for the years ended December 31, 2012 is presented for purpose of additional analysis and is not a required part of the financial statements. Such information has been subjected to the review procedures applied in the review of the financial statements, and in our opinion, such information is fairly stated in all material respects in relation to the basic financial statements taken as a whole.**

*Steven Ellwanger CPA PLLC*

**Steven Ellwanger, CPA, PLLC  
Saratoga Springs, New York  
June 15, 2013**

**TEAM SANFILIPPO FOUNDATION, INC.  
SCHEDULE OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2012**

	<u>Program Services</u>	<u>General and Admin</u>	<u>Fundraising Expenses</u>	<u>Total Expenses</u>
Bank charges	\$ 0	\$ 133	\$ 0	\$ 133
Conferences	0	0	0	0
Consulting fees	9499	0	0	9499
Credit card processing fees	0	1397	0	1397
Fees and permits	0	635	0	635
Research grants	0	0	0	0
Postage and delivery	1102	0	0	1102
Professional fees	0	15000	0	15000
Supplies	0	0	2674	2674
Travel	5185	0	0	5185
Internet and website	0	1155	0	1155
<b>TOTAL EXPENSES</b>	<u>\$ 15786</u>	<u>\$ 18320</u>	<u>\$ 2674</u>	<u>\$ 36780</u>

See Review Report on Consolidating Supplementary Information on Page 7.