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**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

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**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENTS OF FINANCIAL POSITION

DECEMBER 31, 2012 AND 2011

ASSETS

	2012	2011
CURRENT ASSETS		
Cash and cash equivalents	\$ 234,049	\$ 679,311
Accounts receivable	50,177	12,164
Inventory	192,928	195,215
Work in process	-	43,756
Prepaid expenses	615,601	28,506
	\$ 1,092,755	\$ 958,952
OTHER ASSETS		
Furniture and equipment, net of accumulated depreciation of \$417,656 and \$372,303, respectively	\$ 65,488	\$ 110,839
Marketable securities	839,763	1,167,452
Deposits	18,067	18,067
	\$ 923,318	\$ 1,296,358
TOTAL ASSETS	\$ 2,016,073	\$ 2,255,310
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 141,413	\$ 345,729
Deferred revenue	665,000	45,000
Accrued salaries and benefits	-	18,963
Accrued vacation	40,631	40,297
	\$ 847,044	\$ 449,989
NET ASSETS		
Unrestricted		
Board designated	\$ 572,963	\$ 1,018,143
Temporarily restricted	596,066	787,178
	\$ 1,169,029	\$ 1,805,321
TOTAL LIABILITIES AND NET ASSETS	\$ 2,016,073	\$ 2,255,310

The accompanying notes are an integral part of these statements.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

**STATEMENTS OF ACTIVITIES AND
CHANGES IN NET ASSETS**

FOR THE YEAR ENDED DECEMBER 31, 2012

WITH SUMMARIZED FINANCIAL INFORMATION FOR THE YEAR ENDED DECEMBER 31, 2011

	2012			2011 Total
	Unrestricted	Temporarily Restricted	Total	
REVENUE				
Contributions	\$ 351,446	\$ 485,075	\$ 836,521	\$ 998,654
Publications and merchandise	37,024	-	37,024	19,391
Special events	806,000	-	806,000	1,499,150
Cost of direct benefits to donors	(22,883)	-	(22,883)	(44,655)
Interest and dividend income	30,849	-	30,849	39,680
	<u>\$ 1,202,436</u>	<u>\$ 485,075</u>	<u>\$ 1,687,511</u>	<u>\$ 2,512,220</u>
Net assets released from restrictions				
Satisfaction of program restrictions	676,187	(676,187)	-	-
	<u>\$ 1,878,623</u>	<u>\$ (191,112)</u>	<u>\$ 1,687,511</u>	<u>\$ 2,512,220</u>
Total Revenue	<u>\$ 1,878,623</u>	<u>\$ (191,112)</u>	<u>\$ 1,687,511</u>	<u>\$ 2,512,220</u>
EXPENSES				
Program services	\$ 1,650,254	\$ -	\$ 1,650,254	\$ 2,864,966
Management and general	141,969	-	141,969	158,742
Fundraising	563,818	-	563,818	862,514
	<u>\$ 2,356,041</u>	<u>\$ -</u>	<u>\$ 2,356,041</u>	<u>\$ 3,886,222</u>
Change in net assets before other gains and (losses)	\$ (477,418)	\$ (191,112)	\$ (668,530)	\$ (1,374,002)
Other gains and (losses)				
Realized loss on disposition of inventory	-	-	-	(4,285)
Realized gain on investments	17,657	-	17,657	7,986
Unrealized gain on investments	14,581	-	14,581	2,776
	<u>\$ (445,180)</u>	<u>\$ (191,112)</u>	<u>\$ (636,292)</u>	<u>\$ (1,367,525)</u>
CHANGE IN NET ASSETS	<u>\$ (445,180)</u>	<u>\$ (191,112)</u>	<u>\$ (636,292)</u>	<u>\$ (1,367,525)</u>
NET ASSETS, BEGINNING OF YEAR	<u>1,018,143</u>	<u>787,178</u>	<u>1,805,321</u>	<u>3,172,846</u>
NET ASSETS, END OF YEAR	<u>\$ 572,963</u>	<u>\$ 596,066</u>	<u>\$ 1,169,029</u>	<u>\$ 1,805,321</u>

The accompanying notes are an integral part of these statements.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENTS OF CASH FLOWS

FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	2012	2011
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from grants, program revenues, contributors and product sales	\$ 2,327,581	\$ 2,225,060
Interest and dividend income received	30,849	39,680
Cash paid to suppliers and employees	(3,163,619)	(3,504,071)
Net Cash Used by Operating Activities	\$ (805,189)	\$ (1,239,331)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of furniture and equipment	\$ -	\$ (102,680)
Purchases of investments	(359,927)	(706,691)
Sales of investments	719,854	1,413,382
Net Cash Provided by Investing Activities	\$ 359,927	\$ 604,011
NET DECREASE IN CASH AND CASH EQUIVALENTS	\$ (445,262)	\$ (635,320)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	679,311	1,314,631
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 234,049	\$ 679,311

The accompanying notes are an integral part of these statements.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENTS OF CASH FLOWS (CONCLUDED)

FOR THE YEARS ENDED DECEMBER 31, 2012 AND 2011

	2012	2011
Reconciliation of change in net assets to net cash used by operating activities		
CHANGE IN NET ASSETS	\$ (636,292)	\$ (1,367,525)
Adjustments to reconcile change in net assets to net cash used by operating activities:		
Depreciation	\$ 45,351	\$ 35,105
Realized gain on investments	(17,657)	(7,986)
Unrealized gain on investments	(14,581)	(2,776)
Realized loss on sale of assets	-	4,285
Changes in assets and liabilities		
(Increase) decrease in		
Accounts receivable	(38,013)	43,588
Inventory	2,287	(130,083)
Work in process	43,756	176,461
Prepaid expenses	(587,095)	262,652
Deposits	-	-
Increase (decrease) in		
Accounts payable	(204,316)	118,312
Deferred revenue	620,000	(380,000)
Accrued salaries and benefits	(18,963)	18,963
Accrued vacation	334	(10,327)
Total adjustments	\$ (168,897)	\$ 128,194
Net Cash Used by Operating Activities	\$ (805,189)	\$ (1,239,331)

There were no non-cash investing and financing activities for the years ended December 31, 2012 and 2011.

The accompanying notes are an integral part of these statements.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2012

	Public Policy	Lobbying	Grassroots	Outreach	Education	Cancer Policy	Communications	Toolbox	CDC Project	Total Program Services
Salaries and benefits	\$ 66,064	\$ 15,020	\$ -	\$ 53,324	\$ 193,009	\$ 40,812	\$ 59,587	\$ 72,084	\$ -	\$ 499,900
Depreciation	3,419	698	-	3,419	10,546	1,994	3,241	3,795	-	27,112
Dues and subscriptions	7,408	16	-	99	358	48	80	92	-	8,101
Event expenses	350	-	-	6,786	52	40,748	-	-	-	47,936
Insurance	703	130	-	695	2,171	397	676	767	-	5,539
MIS support	3,114	628	-	3,129	9,687	1,850	92,749	3,577	-	114,734
Occupancy	20,110	4,062	-	19,989	61,515	11,952	19,264	22,133	-	159,025
Office expenses	4,971	237	-	4,405	9,681	837	1,204	12,144	-	33,479
Postage and delivery	38	17	-	2,144	11,879	29	19	14,297	-	28,423
Printing	477	32	-	71	30,543	2,487	146	141,314	-	175,070
Professional fees	145,385	9,520	-	10,484	64,729	83,242	11,877	79,986	-	405,223
Professional training	53	-	-	136	199	60	75	45	-	568
Promotions	1,250	-	-	-	-	-	15,700	1,411	-	18,361
Recruiting expenses	132	27	-	19	111	87	28	50	-	454
Repairs and maintenance	1,699	365	-	1,683	5,072	894	1,404	1,756	-	12,873
Service charges	1,110	274	-	969	8,300	567	894	12,831	-	24,945
Temporary Help	7,272	285	-	2,896	8,443	1,556	2,703	2,936	-	26,091
Travel	9,857	581	-	20,601	7,600	19,391	1,751	2,639	-	62,420
Capital grant expenses	-	-	-	-	23,696	-	-	(23,696)	-	-
	<u>\$ 273,412</u>	<u>\$ 31,892</u>	<u>\$ -</u>	<u>\$ 130,849</u>	<u>\$ 447,591</u>	<u>\$ 206,951</u>	<u>\$ 211,398</u>	<u>\$ 348,161</u>	<u>\$ -</u>	<u>\$ 1,650,254</u>

The accompanying notes are an integral part of this statement.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENT OF FUNCTIONAL EXPENSES (CONCLUDED)

FOR THE YEAR ENDED DECEMBER 31, 2012

	Management and General	Gala	ASCO	Development	Total Fundraising	Total
Salaries and benefits	\$ 22,656	\$ 37,972	\$ -	\$ 193,263	\$ 231,235	\$ 753,791
Depreciation	5,854	2,039	-	10,346	12,385	45,351
Dues and subscriptions	148	63	-	4,720	4,783	13,032
Event expenses	13,493	131,545	-	200	131,745	193,174
Insurance	1,193	414	-	2,099	2,513	9,245
MIS support	7,605	1,875	-	9,434	11,309	133,648
Occupancy	34,355	12,128	-	60,113	72,241	265,621
Office expenses	5,323	2,516	-	5,271	7,787	46,589
Postage and delivery	28	722	-	1,783	2,505	30,956
Printing	854	5,540	-	3,753	9,293	185,217
Professional fees	18,176	10,717	-	32,298	43,015	466,414
Professional training	77	24	-	1,330	1,354	1,999
Promotions	-	649	-	-	649	19,010
Recruiting expenses	30	7	-	119	126	610
Repairs and maintenance	2,755	1,087	-	5,086	6,173	21,801
Service charges	1,687	527	-	3,244	3,771	30,403
Temporary Help	4,727	1,836	-	7,768	9,604	40,422
Travel	23,008	4,050	-	9,280	13,330	98,758
Capital grant expenses	-	-	-	-	-	-
	<u>\$ 141,969</u>	<u>\$ 213,711</u>	<u>\$ -</u>	<u>\$ 350,107</u>	<u>\$ 563,818</u>	<u>\$ 2,356,041</u>

The accompanying notes are an integral part of this statement.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENT OF FUNCTIONAL EXPENSES

FOR THE YEAR ENDED DECEMBER 31, 2011

	Public Policy	Lobbying	Grassroots	Outreach	Education	Cancer Policy	Communications	Toolbox	CDC Project	Total Program Services
Salaries and benefits	\$ 367,440	\$ 18,535	\$ 21,010	\$ 56,339	\$ 248,216	\$ 47,062	\$ 75,275	\$ 64,996	\$ 90,916	\$ 989,789
Depreciation	7,635	676	345	2,031	5,934	1,068	1,533	9,488	-	28,710
Dues and subscriptions	11,103	23	169	102	383	63	350	114	-	12,307
Event expenses	350	-	-	49,094	42,235	38,093	-	-	-	129,772
Insurance	2,656	201	90	706	1,960	337	549	537	-	7,036
MIS support	10,697	716	594	2,763	7,806	1,395	59,386	3,458	-	86,815
Occupancy	66,315	4,378	3,730	17,269	48,835	8,819	13,749	13,465	-	176,560
Office expenses	8,755	423	364	1,417	13,123	1,220	2,487	13,998	5,834	47,621
Postage and delivery	191	11	13	3,441	10,635	90	41	30,604	392	45,418
Printing	952	23	54	512	24,049	3,158	1,549	247,247	113,435	390,979
Professional fees	102,469	32,395	513	140,231	299,072	70,209	78,349	51,783	53,731	828,752
Professional training	2,407	103	1,353	638	2,110	242	1,021	553	-	8,427
Promotions	-	-	-	760	5,564	-	23,585	8,080	227	38,216
Recruiting expenses	1,163	-	-	-	-	-	-	-	-	1,163
Repairs and maintenance	6,271	416	356	1,617	4,560	799	1,303	1,261	-	16,583
Service charges	2,593	159	184	652	14,436	324	621	15,903	-	34,872
Temporary Help	7,673	656	381	2,141	5,456	778	1,428	4,066	-	22,579
Travel	6,287	29	15	15,890	4,132	18,010	1,141	1,278	9,029	55,811
Capital grant expenses	-	-	-	-	85,310	-	(56,444)	(85,310)	-	(56,444)
	<u>\$ 604,957</u>	<u>\$ 58,744</u>	<u>\$ 29,171</u>	<u>\$ 295,603</u>	<u>\$ 823,816</u>	<u>\$ 191,667</u>	<u>\$ 205,923</u>	<u>\$ 381,521</u>	<u>\$ 273,564</u>	<u>\$ 2,864,966</u>

The accompanying notes are an integral part of this statement.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP
D/B/A CANCER SURVIVORS COALITION**

STATEMENT OF FUNCTIONAL EXPENSES (CONCLUDED)

FOR THE YEAR ENDED DECEMBER 31, 2011

	Management and General	Gala	ASCO	Development	Total Fundraising	Total
Salaries and benefits	\$ 9,051	\$ 107,000	\$ 7,352	\$ 241,395	\$ 355,747	\$ 1,354,587
Depreciation	1,834	2,556	122	1,883	4,561	35,105
Dues and subscriptions	84	146	8	9,155	9,309	21,700
Event expenses	32,829	217,691	43,087	469	261,247	423,848
Insurance	625	3,557	55	2,059	5,671	13,332
MIS support	2,345	3,287	220	8,031	11,538	100,698
Occupancy	14,696	20,072	1,382	49,778	71,232	262,488
Office expenses	4,026	2,633	116	7,865	10,614	62,261
Postage and delivery	134	2,522	1,442	1,630	5,594	51,146
Printing	912	12,196	2,407	3,088	17,691	409,582
Professional fees	6,775	7,512	859	59,475	67,846	903,373
Professional training	370	740	71	1,404	2,215	11,012
Promotions	-	3,823	247	-	4,070	42,286
Recruiting expenses	-	-	-	-	-	1,163
Repairs and maintenance	1,389	1,854	129	4,712	6,695	24,667
Service charges	675	848	52	1,917	2,817	38,364
Temporary Help	1,806	2,120	136	5,991	8,247	32,632
Travel	24,747	7,745	755	8,920	17,420	97,978
Capital grant expenses	56,444	-	-	-	-	-
	<u>\$ 158,742</u>	<u>\$ 396,302</u>	<u>\$ 58,440</u>	<u>\$ 407,772</u>	<u>\$ 862,514</u>	<u>\$ 3,886,222</u>

The accompanying notes are an integral part of this statement.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 1. Organization:

The National Coalition for Cancer Survivorship, Inc., D/B/A Cancer Survivors Coalition (“NCCS”) is a non-profit organization incorporated on June 25, 1987, under the laws of the State of New Mexico. NCCS exists to advocate for quality cancer care for all people touched by cancer. NCCS seeks to enhance the quality of life for cancer survivors*, their families and caregivers, and to promote an understanding of cancer survivorship by collecting and disseminating information on cancer survivorship; augmenting and strengthening survivorship programs; and advocating on behalf of survivors and their families. NCCS is active throughout the United States. The predominant source of revenues for NCCS is public contributions.

NCCS has been determined to be exempt from income tax pursuant to Internal Revenue Code Section 501(c)(3).

*NCCS defines “cancer survivor” as anyone who has ever had a diagnosis of cancer, including those newly diagnosed, those in treatment, and those no longer in treatment.

Note 2. Summary of Significant Accounting Policies:

Basis of presentation:

Financial statement presentation follows the requirements of the Financial Accounting Standards Board in its Statement of Financial Standards (SFAS) No. 117, Financial Statements of Not-for-Profit Organizations, which is codified at FASB ASC 958. Under FASB ASC 958, NCCS is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted and permanently restricted.

Revenue recognition:

NCCS accounts for contributions in accordance with the requirements of SFAS 116, Accounting for Contributions Received and Contributions Made which is codified at FASB ASC 958. Under the guidelines of 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.

Support that is restricted by the donor, including pledges, is reported as an increase in temporarily restricted or permanently restricted net assets, depending on the nature of the restriction. 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 statements of activities as net assets released from restrictions. However, if a restriction is fulfilled in the same time period in which the support is received, NCCS reports the support as unrestricted.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 2. Summary of Significant Accounting Policies (Continued):

NCCS reports gifts of equipment as unrestricted support unless explicit stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit stipulations about how long those long-lived assets must be maintained, NCCS reports expirations of restrictions when the assets are placed in service.

Contributions, accounts receivable and allowance for doubtful accounts:

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Unconditional contributions receivable are recognized as revenues in the period the pledge is received. Conditional contributions receivable are recognized when the conditions on which they depend are substantially met.

In the ordinary course of business NCCS grants credit to contributors, employees and others. The accounts receivable are recorded at the lower of cost or fair value. The risk of loss on the accounts receivable is the balance due at the time of default. NCCS uses the allowance method to determine uncollectible contributions and other receivables. The allowance is based upon prior years' experience and management's analysis of specific promises made. There was no allowance for doubtful accounts as of December 31, 2012 and 2011. NCCS does not accrue interest on its accounts receivable.

Donations in-kind have been received from various members of the Board of Directors for out-of-pocket expenses including travel, telephone, postage, etc. The value of such donations is not reflected in the accompanying financial statements, as it does not meet the requirements for recording contributions as defined in FASB ASC 958.

NCCS recognizes contribution revenue for certain contributed services received, recorded at the fair value of those services, based upon the requirements of FASB ASC 958. During the years ended December 31, 2011 and 2010, NCCS recorded no contributed services.

Inventory:

Inventory is stated at the lower of cost or market determined by the first-in, first-out (FIFO) method. Inventory primarily consists of the NCCS *Cancer Survivor Toolbox*® which is a program designed to help cancer survivors and caregivers gain practical skills to deal with the diagnosis, treatment and challenges of cancer.

Furniture, equipment and depreciation:

Furniture, fixtures, and office equipment are stated at cost. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated useful lives of three to seven years, principally on a straight-line basis.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 2. Summary of Significant Accounting Policies (Continued):

Cash equivalents:

For purposes of the statement of cash flows, NCCS considers all highly liquid short-term debt instruments whose maturity dates do not extend past three months from the original date of purchase to be cash equivalents.

Concentration of credit risk:

NCCS maintains its cash and certificates of deposit in financial institutions located in the Washington, DC metropolitan area. The balances are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. NCCS maintains its cash equivalents and marketable securities with investment brokers.

Credit risk with respect to contributions receivable is limited due to the number and credit worthiness of the corporations and individuals that comprise the contributor base.

Advertising:

The costs of advertising are expensed as incurred.

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

Functional allocation of expenses:

The costs of providing various programs and other activities of NCCS have been summarized on a functional basis in the accompanying financial statements. Costs that can be identified with particular programs or support functions are charged directly to that program or function. Salaries and related costs have been allocated among the programs and supporting services based upon timesheets prepared by the employees and management's best estimates of the proportion of these costs applicable to each program. Other allocable costs have been allocated to program services and to management and general based upon management's best estimates.

Income taxes:

No provision has been made for income taxes, since NCCS has been determined to be exempt from income tax pursuant to Internal Revenue Code Section 501(c)(3). There was no unrelated business taxable income during the years ended December 31, 2012 and 2011.

NCCS files its information tax returns for Federal reporting purposes. Currently, the 2012, 2011, 2010 and 2009 income tax returns are open and subject to examination. NCCS is not currently under audit by any income tax jurisdictions.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 2. Summary of Significant Accounting Policies (Concluded):

Income taxes: (Concluded)

The Financial Accounting Standards Board (FASB) issued Interpretation (FIN) No. 48, Accounting for Uncertainty in Income Taxes, an interpretation of FASB Statement No. 109, which is codified as FASB ASC 740. FASB ASC 740 requires changes in recognition and measurement for uncertain tax positions. NCCS has determined that it currently does not have any uncertain tax positions. If this position changes, NCCS will assess the impact of any such matters on its statement of financial position and its results of operations.

Comparative information:

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

Note 3. Investments in Marketable Securities:

NCCS adopted the provisions of SFAS No. 157, Fair Value Measurements, which was codified FASB ASC 820, "Fair Value Measurements and Disclosures" in September 2009. In accordance with FASB ASC 820, NCCS has categorized its financial instruments, based on the priority of the inputs to the valuation technique, into a three-level fair value hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall within different levels of hierarchy, the categorization is based on the lowest level input that is significant to the fair value measurement of the instrument. Investments recorded in the Statement of Financial Position are categorized based on the inputs to valuation techniques as follows:

- Level 1 – Inputs to the valuation methodology are quoted in an active market
- Level 2 – Inputs to the valuation methodology are inputs other than quoted prices that are observable for the assets
- Level 3 – Inputs to the valuation methodology that are unobservable and significant to the fair value measurement. These inputs reflect assumptions of management about assumptions market participants would use in pricing the investments. These investments include non-readily marketable securities that do not have an active market.

All of the investment assets recorded in the Statement of Financial Position are categorized based on the inputs to the valuation technique and are at quoted prices in active markets for identical assets, Level 1 assets.

NCCS reports investments in debt and equity securities at fair value, with gains and losses included in the statement of activities and changes in net assets.

**NATIONAL COALITION FOR CANCER SURVIVORSHIP, INC.
D/B/A CANCER SURVIVORS COALITION**

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2012 AND 2011

Note 3. Investments in Marketable Securities (Continued):

NCCS' investment policy is diversification among investment types in order to reduce volatility of price fluctuations in its overall portfolio and balance risk/return levels to meet its financial goals.

The following table summarizes the fair value of NCCS' investments by level at December 31, 2012:

Description	Fair Value Measurements at Reporting Date Using			
	12/31/12	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fixed income	\$ 442,135	\$ 442,135	\$ -	\$ -
Equities	390,232	390,232	-	-
Limited Partnership	7,396	7,396	-	-
Total	<u>\$ 839,763</u>	<u>\$ 839,763</u>	<u>\$ -</u>	<u>\$ -</u>

Investment income for 2012 includes interest and dividends of \$30,849, unrealized gain of \$14,581 and realized gain of \$17,657.

The following table summarizes the changes in fair value of NCCS' portfolio investments valued using Level 1 inputs:

Balance at January 1	\$ 1,167,452
Purchases and conversions	359,927
Sales	(719,854)
Realized gains	17,657
Unrealized gains	<u>14,581</u>
Balance, December 31, 2012	<u>\$ 839,763</u>

The following table summarizes the fair value of NCCS' investments by level at December 31, 2011:

Description	Fair Value Measurements at Reporting Date Using			
	12/31/11	Quoted Prices In Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Fixed income	\$ 693,250	\$ 693,250	\$ -	\$ -
Equities	465,933	465,933	-	-
Limited Partnership	8,269	8,269	-	-
Total	<u>\$ 1,167,452</u>	<u>\$ 1,167,452</u>	<u>\$ -</u>	<u>\$ -</u>

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Note 3. Investments in Marketable Securities (Concluded):

Investment income for 2011 includes interest and dividends of \$39,860, unrealized gain of \$2,776 and realized gain of \$7,986.

The following table summarizes the changes in fair value of NCCS' portfolio investments valued using Level 1 inputs:

Balance at January 1	\$	1,863,381
Purchases and conversions		706,691
Sales		(1,413,382)
Realized gains		7,986
Unrealized gain		<u>2,776</u>
Balance, December 31, 2011	\$	<u>1,167,452</u>

Note 4. Composition of Net Assets:

Net assets are available for the following purposes:

	2012	2011
Temporarily restricted net assets:		
Time restricted	\$ 253,275	\$ 361,301
Cancer Survival Toolbox Project	234,066	312,227
Stovall Scholarship Fund	<u>108,725</u>	<u>113,650</u>
	<u>\$ 596,066</u>	<u>\$ 787,178</u>

Note 5. Board Designated Net Assets:

Board designated net assets are calculated based upon the annual budget for the subsequent year. The maximum calculated amount would represent six months of budgeted costs. To the extent that the amount available is less than the six months optimal the lesser amount is calculated. Board designated net assets at December 31, 2012 and 2011 were \$572,963 and \$1,018,143, respectively.

Note 6. Commitments:

In October 2006 NCCS entered into a non-cancelable operating lease agreement for office space. The lease term was through August 2016. The lease contained provisions for a base rent, a net component, non-retail cost component and general cost component. The lease also contained a renewal option for one successive period of five years.

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Note 6. Commitments (Concluded):

In March 2013 NCCS renegotiated the terms of the lease and entered into an amended lease agreement. The old lease was terminated effective February 28, 2013 at which time a payment of \$94,760 was paid which included November and December 2012 rent and January and February 2013 rent. The amended lease began March 1, 2013, and contains provisions for a base rent, a net component, non-retail cost component and a general cost component. The amended lease expires on August 31, 2016. There are no renewal clauses in the amended lease. The amended lease also requires that the security deposit be increased from its current level to \$45,134. The landlord shall apply a portion of the new security deposit equal to \$8,220 to the rent payable for the months of May, June, July and August 2016. Any remaining security deposit will be refunded 30 days after termination of the lease.

Minimum annual rental payments for years subsequent to December 31, 2012 are as follows:

2013	\$ 116,452
2014	92,370
2015	95,134
2016	<u>65,325</u>
Total	<u>\$ 369,281</u>

Rent expense for the years ended December 31, 2012 and 2011 was \$265,621 and \$262,488, respectively.

Note 7. Related Party Transactions:

During the years ended December 31, 2012 and 2011 certain members of the Board of Directors were reimbursed for travel expenses that totaled \$2,194 and \$7,008, respectively. Additionally, NCCS paid for temporary supporting services provided by companies owned by members of the Board of Directors. The amount paid for these services during the year ended December 31, 2011 totaled \$10,794. These services ended in June 2011.

Note 8. Retirement Plan:

NCCS adopted a 403(b) plan covering all employees. Employees are eligible the first of the month following the date of hire and must be at least 21 years of age. Employee contributions to the plan cannot exceed 15% of the employees' total covered compensation and are fully discretionary. Employees are 100% vested in all contributions. NCCS matches employee contributions dollar for dollar up to 3% of employee participant compensation. NCCS' matching contributions to the plan were \$14,453 and \$27,308 respectively for the years ended December 31, 2012 and 2011.

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Note 9. Subsequent events:

NCCS has evaluated events through July 23, 2013, the date the financial statements were available to be issued, and determined that there were no events occurring subsequent to December 31, 2012, that would have a material impact on NCCS's results of operations or financial position as of December 31, 2012.