

Alzheimer's Disease and Related Disorders Association, Inc
STATEMENTS OF FINANCIAL POSITION

For the years ended June 30, 2007 and June 30, 2008
(In thousands)

ASSETS	<u>2008</u>	<u>2007</u>
Cash and cash equivalents	\$ 10,301	\$ 8,052
Chapter dues receivable, net	858	1,443
Pledges receivable, net	27,889	24,423
Shared Fundraising	9,538	4,534
Other receivables	2,067	2,106
Inventories of education materials, at cost	-	232
Investments	78,450	83,492
Prepaid expenses	2,386	1,169
Assets held in trust	347	326
Furniture, equipment and leasehold improvements, net	4,909	5,520
Beneficial interest in split interest agreements	1,110	-
Beneficial interest in perpetual trust	8,623	9,534
TOTAL ASSETS	<u><u>\$ 146,478</u></u>	<u><u>\$ 140,831</u></u>

LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 2,391	\$ 1,941
Grants payable, net	46,215	42,623
Deferred compensation payable	565	106
Accrued expenses	5,458	6,688
Shared Fundraising	10,937	4,695
Gift annuity obligations	5,547	4,870
Deferred revenue	3,322	98
Deferred rent	3,007	3,238
Total liabilities	<u>77,442</u>	<u>64,259</u>
Net assets		
Unrestricted	31,188	38,632
Temporarily restricted	18,031	18,819
Permanently restricted	19,817	19,121
Total net assets	<u>69,036</u>	<u>76,572</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 146,478</u></u>	<u><u>\$ 140,831</u></u>

Alzheimer's Disease and Related Disorders Association, Inc
STATEMENTS OF ACTIVITIES
For the year ended June 30, 2008, with comparative totals for 2007
(In thousands)

	2008			Total	2007 total*
	Unrestricted	Temporarily restricted	Permanently restricted		
Revenues, gains and other support					
Contributions	\$ 65,476	\$ 29,652	\$ 1,608	\$ 96,736	\$ 81,777
Less contributions remitted to Chapters	(24,799)	-	-	(24,799)	(10,543)
Add amounts received from Chapters under Shared Fundraising	<u>22,033</u>	<u>-</u>	<u>-</u>	<u>22,033</u>	<u>8,419</u>
Net contribution revenue	62,710	29,652	1,608	93,970	79,653
Chapter dues	3,198	-	-	3,198	5,709
Book sales and other	3,907	-	-	3,907	8,108
Dividends and interest	3,993	691	-	4,684	4,233
Net assets released from restrictions	<u>30,294</u>	<u>(30,294)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues, gains and other support	104,102	49	1,608	105,759	97,703
Expenses					
Program services					
Research	32,335	-	-	32,335	37,593
Public awareness and education	28,395	-	-	28,395	21,281
Chapter services	6,905	-	-	6,905	7,235
Public policy	4,840	-	-	4,840	3,555
Patient and family services	<u>7,009</u>	<u>-</u>	<u>-</u>	<u>7,009</u>	<u>8,012</u>
Total program services	79,484	-	-	79,484	77,676
Supporting services					
Management and general	3,728	-	-	3,728	858
Fundraising	<u>20,390</u>	<u>-</u>	<u>-</u>	<u>20,390</u>	<u>16,613</u>
Total supporting services	<u>24,118</u>	<u>-</u>	<u>-</u>	<u>24,118</u>	<u>17,471</u>
Total expenses	<u>103,602</u>	<u>-</u>	<u>-</u>	<u>103,602</u>	<u>95,147</u>
Excess from operations	500	49	1,608	2,157	2,556
Other changes in net assets					
Net realized and unrealized (losses) gains in value of investments	(7,852)	(586)	-	(8,438)	4,752
Change in value of split-interest agreements	(92)	(251)	-	(343)	(364)
Change in value of perpetual trust	<u>-</u>	<u>-</u>	<u>(912)</u>	<u>(912)</u>	<u>788</u>
Total other changes in net assets	<u>(7,944)</u>	<u>(837)</u>	<u>(912)</u>	<u>(9,693)</u>	<u>5,176</u>
(DECREASE) INCREASE IN NET ASSETS	(7,444)	(788)	696	(7,536)	7,732
Net assets at beginning of year	<u>38,632</u>	<u>18,819</u>	<u>19,121</u>	<u>76,572</u>	<u>68,840</u>
Net assets at end of year	<u>\$ 31,188</u>	<u>\$ 18,031</u>	<u>\$ 19,817</u>	<u>\$ 69,036</u>	<u>\$ 76,572</u>

Alzheimer's Disease and Related Disorders Association, Inc
National and Chapter Combined Revenue and Expense Statements
For the year ended June 30, 2008
(in thousands)

(unaudited)	<u>National</u>	<u>Chapters</u>	<u>Elimination</u>	<u>Total</u>
REVENUES, GAINS AND OTHER SUPPORT				
Contributions	96,736	125,639	(1,254)	221,121
Less contributions remitted to Chapters	(24,799)		24,799	-
Add amounts received from Chapters under Shared Fundraising agreement	22,033		(22,033)	-
Net contribution revenue	<u>93,970</u>	<u>125,639</u>	<u>1,512</u>	<u>221,121</u>
Chapter dues	3,198		(3,198)	-
Book sales and other	3,907	29,426	(800)	32,533
Dividends and interest	4,684	(3)	-	4,681
TOTAL REVENUES, GAINS AND OTHER SUPPORT	<u>105,759</u>	<u>155,062</u>	<u>(2,486)</u>	<u>258,335</u>
EXPENSES				
PROGRAM SERVICES				
Research	32,335	-	-	32,335
Public awareness and education	28,395	-	-	28,395
Chapter services	6,905	-	-	6,905
Public policy	4,840	-	-	4,840
Patient and family services	7,009	104,198	(2,486)	108,721
TOTAL PROGRAM SERVICES	<u>79,484</u>	<u>104,198</u>	<u>(2,486)</u>	<u>181,196</u>
SUPPORTING SERVICES				
Management and general	3,728	10,826	-	14,554
Fundraising	20,390	20,298	-	40,688
TOTAL SUPPORTING SERVICES	<u>24,118</u>	<u>31,124</u>	<u>-</u>	<u>55,242</u>
TOTAL EXPENSES	<u>103,602</u>	<u>135,322</u>	<u>(2,486)</u>	<u>236,438</u>
Excess from Operations	2,157	19,740	-	21,897
Other changes in net assets				
Net realized and change in unrealized (losses) gains in value of investments	(8,438)	-	-	(8,438)
Change in value of split-interest agreements	(343)	-	-	(343)
Change in value of perpetual trust	(912)	-	-	(912)
Total other changes in net assets	<u>(9,693)</u>	<u>-</u>	<u>-</u>	<u>(9,693)</u>
(DECREASE) INCREASE IN NET ASSETS	<u>(7,536)</u>	<u>19,740</u>	<u>-</u>	<u>12,204</u>

The Combined Revenue and Expense Statements

Combined Revenue and Expense Statements are unaudited and not part of the Alzheimer's Association audited financial statements.

June 30, 2008

1. Compilation Policy: The combined financial information for the 12 months ended June 30, 2008, was compiled from reports provided to the national office by the Association's 77 chapters and combined with the audited activity of the national office for the 12 months ended June 30, 2008. The unaudited quarterly reports submitted by the chapters summarized the revenue and expense activity of the individually incorporated chapters and were compiled into a combined report for management reporting purposes. The accounting policies followed by the chapters are not necessarily the same practices followed by the national office.
2. Eliminations: All material intercompany transactions were eliminated in this combined statement.