

**Depression and Bipolar  
Support Alliance**

**Financial Statements**

**Years Ended December 31, 2016 and 2015**

## **TABLE OF CONTENTS**

	<b>Page</b>
Independent Auditors' Report	2 - 3
Statement of Financial Position	4
Statement of Activities	5
Statement of Functional Expenses	6 - 7
Statement of Cash Flows	8
Notes to Financial Statements	9 - 19

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Depression and Bipolar Support Alliance  
Chicago, Illinois

We have audited the accompanying financial statements of Depression and Bipolar Support Alliance which comprise the statement of financial position as of December 31, 2016 and 2015, 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 U.S. generally accepted accounting principles; 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 U.S. generally accepted auditing standards. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free of 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 auditors consider 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.

## INDEPENDENT AUDITORS' REPORT - Continued

### Opinion

In our opinion, the financial statements referred to on the previous page present fairly, in all material respects, the financial position of Depression and Bipolar Support Alliance as of December 31, 2016 and 2015, and the changes in its net assets and its cash flows for the years then ended in accordance with U.S. generally accepted accounting principles.

*Mann Weitz & Associates LLC*

MANN. WEITZ & ASSOCIATES L.L.C.

Deerfield, Illinois

May 10, 2017

**DEPRESSION AND BIPOLAR SUPPORT ALLIANCE**

**STATEMENT OF FINANCIAL POSITION  
DECEMBER 31, 2016 AND 2015**

**ASSETS**

	<u>2016</u>	<u>2015</u>
<b>Current Assets</b>		
Cash and cash equivalents	\$ 872,748	\$ 1,148,626
Accounts receivable	9,490	12,148
Contributions receivable	320,382	280,570
Prepaid expenses	40,961	27,497
	<u>1,243,581</u>	<u>1,468,841</u>
<b>Property and Equipment, net - Note 3</b>	<u>105,505</u>	<u>130,821</u>
<b>Noncurrent Assets</b>		
Deposits - Note 6	40,000	60,000
Investments - Note 2	1,044,707	1,001,790
	<u>1,084,707</u>	<u>1,061,790</u>
<b>Total Assets</b>	<u>\$ 2,433,793</u>	<u>\$ 2,661,452</u>

**LIABILITIES AND NET ASSETS**

<b>Current Liabilities</b>		
Accounts payable and accrued expenses	\$ 71,131	\$ 73,816
Accrued payroll and vacation	39,741	29,678
Accrued rent - Note 6	2,520	
	<u>113,392</u>	<u>103,494</u>
<b>Noncurrent Liabilities</b>		
Accrued rent - Note 6	107,660	60,660
	<u>221,052</u>	<u>164,154</u>
<b>Net Assets</b>		
Unrestricted	1,428,819	1,713,740
Temporarily restricted - Note 4	783,922	783,558
	<u>2,212,741</u>	<u>2,497,298</u>
<b>Total Liabilities and Net Assets</b>	<u>\$ 2,433,793</u>	<u>\$ 2,661,452</u>

The accompanying notes are an integral part of this statement.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

STATEMENT OF ACTIVITIES  
YEARS ENDED DECEMBER 31, 2016 AND 2015

	2016			2015		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Revenues, Gains and Other Support</b>						
Contributions						
Corporations	\$ 495,467	\$ 371,219	\$ 866,686	\$ 650,485	\$ 669,498	\$ 1,319,983
Foundations	57,128	294,872	352,000	50,384	51,116	101,500
Individuals	849,974		849,974	1,281,150	18,215	1,299,365
Chapter fees	46,707		46,707	70,783		70,783
Contract revenue	192,611		192,611	133,912		133,912
Program service revenue	60,694		60,694	133,900		133,900
Book store sales	5,566		5,566	5,750		5,750
Conference fees				23,538		23,538
Honorariums	960		960			
Interest and dividends	14,352		14,352	21,346		21,346
Realized and unrealized gain (loss) on investments	25,338		25,338	(19,836)		(19,836)
Other				1,325		1,325
<b>Total Revenues and Gains</b>	<b>1,748,797</b>	<b>666,091</b>	<b>2,414,888</b>	<b>2,352,737</b>	<b>738,829</b>	<b>3,091,566</b>
Net assets released from restrictions - Note 5	665,727	(665,727)		1,092,356	(1,092,356)	
<b>Total Revenues, Gains and Other Support</b>	<b>2,414,524</b>	<b>364</b>	<b>2,414,888</b>	<b>3,445,093</b>	<b>(353,527)</b>	<b>3,091,566</b>
<b>Expenses</b>						
Program services						
Education and information	1,127,113		1,127,113	1,140,277		1,140,277
Grass roots and peer services	884,516		884,516	826,452		826,452
<b>Total Program Services</b>	<b>2,011,629</b>		<b>2,011,629</b>	<b>1,966,729</b>		<b>1,966,729</b>
Supporting services						
Management and general	262,382		262,382	269,532		269,532
Fundraising	425,434		425,434	333,707		333,707
<b>Total Supporting Services</b>	<b>687,816</b>		<b>687,816</b>	<b>603,239</b>		<b>603,239</b>
<b>Total Expenses</b>	<b>2,699,445</b>		<b>2,699,445</b>	<b>2,569,968</b>		<b>2,569,968</b>
<b>Change in Net Assets</b>	<b>(284,921)</b>	<b>364</b>	<b>(284,557)</b>	<b>875,125</b>	<b>(353,527)</b>	<b>521,598</b>
<b>Net Assets</b>						
Beginning of year	1,713,740	783,558	2,497,298	838,615	1,137,085	1,975,700
End of year	\$ 1,428,819	\$ 783,922	\$ 2,212,741	\$ 1,713,740	\$ 783,558	\$ 2,497,298

The accompanying notes are an integral part of this statement.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED DECEMBER 31, 2016

	Program Services			Supporting Services			Total Expenses
	Education and Information	Grass Roots and Peer Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	
Salaries and benefits	\$ 588,850	\$ 450,974	\$ 1,039,824	\$ 207,246	\$ 217,686	\$ 424,932	\$ 1,464,756
Professional fees	7,746	5,932	13,678	2,726	2,864	5,590	19,268
Occupancy	54,675	41,873	96,548	19,243	20,212	39,455	136,003
Telephone	6,961	4,677	11,638	1,951	2,137	4,088	15,726
Equipment leasing and maintenance	24,773	18,973	43,746	8,719	22,661	31,380	75,126
Insurance	6,760	5,177	11,937	2,379	2,499	4,878	16,815
Supplies and computer software	5,628	4,408	10,036	1,272	1,860	3,132	13,168
Attorney fees	12,378	8,232	20,610	2,287	3,239	5,526	26,136
Consultants and outside services	195,915	158,386	354,301	2,059	75,340	77,399	431,700
Printing	16,923	2,633	19,556	(19)	32,836	32,817	52,373
Postage and shipping and fulfillment	4,756	11,938	16,694	1,310	17,408	18,718	35,412
Design	450		450				450
Travel and meetings	83,632	88,837	172,469	195	8,859	9,054	181,523
Food and beverage	37,252	17,947	55,199	2,968	2,177	5,145	60,344
Awards and scholarships/grants	5,385	5,036	10,421				10,421
Advertising	2,660	2,103	4,763	90	390	480	5,243
Memberships	1,081	458	1,539	1,170	13,139	14,309	15,848
Web-site design and maintenance	50,516	39,543	90,059		(5,520)	(5,520)	84,539
Bank fees and taxes	5,644	5,996	11,640	1,986	2,086	4,072	15,712
Depreciation	14,634	11,208	25,842	5,150	5,410	10,560	36,402
Miscellaneous	494	185	679	1,650	151	1,801	2,480
Total Functional Expenses	<u>\$ 1,127,113</u>	<u>\$ 884,516</u>	<u>\$ 2,011,629</u>	<u>\$ 262,382</u>	<u>\$ 425,434</u>	<u>\$ 687,816</u>	<u>\$ 2,699,445</u>

The accompanying notes are an integral part of this statement.

DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED DECEMBER 31, 2015

	Program Services			Supporting Services			Total Expenses
	Education and Information	Grass Roots and Peer Services	Total Program Services	Management and General	Fundraising	Total Supporting Services	
Salaries and benefits	\$ 497,256	\$ 371,176	\$ 868,432	\$ 183,783	\$ 166,498	\$ 350,281	\$ 1,218,713
Professional fees	7,858	5,784	13,642	2,904	2,631	5,535	19,177
Occupancy	52,301	39,994	92,295	19,330	17,512	36,842	129,137
Telephone	6,620	5,152	11,772	2,203	2,004	4,207	15,979
Equipment leasing and maintenance	26,209	19,083	45,292	9,356	18,256	27,612	72,904
Insurance	6,977	5,136	12,113	2,579	2,336	4,915	17,028
Supplies and computer software	10,240	5,013	15,253	1,389	7,364	8,753	24,006
Attorney fees	5,153	8,594	13,747	1,769	5,000	6,769	20,516
Consultants and outside services	204,670	123,758	328,428	9,088	6,937	16,025	344,453
Printing	27,562	12,620	40,182	1,669	29,943	31,612	71,794
Postage and shipping and fulfillment	10,398	13,972	24,370	1,646	13,933	15,579	39,949
Design	1,074	15,334	16,408		85	85	16,493
Travel and meetings	88,058	79,576	167,634	3,162	24,237	27,399	195,033
Food and beverage	125,913	52,371	178,284	21,286	19,788	41,074	219,358
Awards and scholarships/grants	2,624	8,035	10,659	428		428	11,087
Advertising	265	380	645				645
Memberships	200		200	842	11,427	12,269	12,469
Web-site design and maintenance	46,286	41,074	87,360				87,360
Bank fees and taxes	8,974	12,151	21,125	3,315	3,003	6,318	27,443
Depreciation	9,719	7,154	16,873	3,592	3,255	6,847	23,720
Finance charges	1,920	95	2,015	1,191	(502)	689	2,704
Total Functional Expenses	<u>\$ 1,140,277</u>	<u>\$ 826,452</u>	<u>\$ 1,966,729</u>	<u>\$ 269,532</u>	<u>\$ 333,707</u>	<u>\$ 603,239</u>	<u>\$ 2,569,968</u>

The accompanying notes are an integral part of this statements.



**DEPRESSION AND BIPOLAR SUPPORT ALLIANCE**

**STATEMENT OF CASH FLOWS  
YEARS ENDED DECEMBER 31, 2016 AND 2015**

	<u>2016</u>	<u>2015</u>
<b>Cash Flows from Operating Activities</b>		
Change in net assets	\$ (284,557)	\$ 521,598
Adjustments to reconcile change in net assets to net cash provided by (used for) operating activities		
Net (gain) loss on investments	(25,338)	19,836
Depreciation	36,402	23,720
Contribution of stock	(8,025)	(91,029)
Net (increase) decrease in assets		
Accounts receivable	2,658	26,445
Contributions receivable	(39,812)	(100,949)
Prepaid expenses	(13,464)	742
Deposits	20,000	6,015
Net increase (decrease) in liabilities		
Accounts payable and accrued expenses	(2,685)	31,369
Accrued payroll and vacation	10,063	(549)
Accrued rent	49,520	60,660
	<u>                    </u>	<u>                    </u>
Net Cash Provided by (Used for) Operating Activities	<u>(255,238)</u>	<u>497,858</u>
<b>Cash Flows from Investing Activities</b>		
Purchase of property and equipment	(11,086)	(90,194)
Purchase of investments	(1,016,623)	(293,403)
Proceeds from sale of investments	1,007,069	188,704
	<u>                    </u>	<u>                    </u>
Net Cash Used for Investing Activities	<u>(20,640)</u>	<u>(194,893)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(275,878)	302,965
<b>Cash and Cash Equivalents</b>		
Beginning of year	<u>1,148,626</u>	<u>845,661</u>
End of year	<u>\$ 872,748</u>	<u>\$ 1,148,626</u>

**Supplemental Disclosures of Noncash Investing**

During 2016 and 2015, DBSA received \$8,025 and \$91,029 of contributed stock, respectively.

The accompanying notes are an integral part of this statement.

# DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

## NOTES TO FINANCIAL STATEMENTS

### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### **Nature of Activities and Organization**

The Depression and Bipolar Support Alliance (DBSA) is an Illinois nonprofit corporation established in 1985. DBSA provides hope, help, support, and education to improve the lives of people living with mood disorders. DBSA creates the opportunity for meaningful lives by compassionately engaging with individuals and providing peer-led support groups, educational materials, and wellness tools that focus on resiliency, achievement, creativity, and connection. DBSA celebrates peers' accomplishments, including those of the many talented, successful individuals recognized by the public for their contributions to the world. DBSA advances learning through research and experience while promoting a transformative understanding of mental health through wide, timely dissemination of information about the latest treatments, wellness practices, and lived experiences. DBSA advocates for the right of peers to choose their own paths to mental, emotional, and physical wellness while promoting structures and practices that advance whole health and accessible care for everyone. Funding is primarily derived from contributions, program service and contract revenue. DBSA is located in Chicago, Illinois.

#### **Basis of Accounting**

The accompanying financial statements have been prepared using the accrual basis of accounting. Using this method, revenues are recognized when earned and expenses are recognized when incurred.

#### **Basis of Presentation**

Information regarding the financial position and activities of DBSA are reported in three classes of net assets (as applicable): unrestricted, temporarily restricted and permanently restricted, which are based on the existence or absence of externally (donor) imposed restrictions on contributions. Accordingly, net assets of DBSA and changes therein are classified and reported as follows:

- Unrestricted net assets – Unrestricted net assets are not subject to donor-imposed stipulations. They include all activities of DBSA, except for those amounts that are temporarily or permanently restricted by external donors.
- Temporarily restricted net assets – Temporarily restricted net assets are subject to donor-imposed stipulations that can be removed through the passage of time (time restrictions) or actions of DBSA (purpose restrictions).

# DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

## NOTES TO FINANCIAL STATEMENTS

### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### Basis of Presentation - Continued

- Permanently restricted net assets – Permanently restricted net assets are subject to the restrictions imposed by donors who require that the principal of these classes of net assets be invested in perpetuity and only the investment income be expended. DBSA currently does not have any permanently restricted amounts.

DBSA reports its expenses by function (i.e., by program).

#### Cash Equivalents

DBSA considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents, excluding those amounts contained in the investment account.

#### Concentration of Credit Risk

DBSA maintains cash balances in one financial institution that at times certain times exceeded the insured limits provided by the Federal Deposit Insurance Corporation (FDIC).

#### Investments

Investments are recorded at fair value. Fair value measurements under FASB ASC 820 are categorized as: level 1, fair value measured using quoted market prices; level 2, using other observable inputs; or level 3, using significant unobservable inputs. All of DBSA's investments are valued using quoted market prices, level 1 except certificates of deposit which are recorded at cost which approximates fair value. All gains and losses are included in the statement of activities.

#### Uncollectible Accounts

DBSA considers its accounts and contributions receivable to be fully collectible. Accordingly, no allowance for uncollectible accounts is required. If amounts become uncollectible, they are charged to operations when that determination is made. This direct write-off method does not materially differ from the allowance method required by U.S. generally accepted accounting principles.

**DEPRESSION AND BIPOLAR SUPPORT ALLIANCE**

**NOTES TO FINANCIAL STATEMENTS**

**1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued**

**Property and Equipment**

Property and equipment is recorded at historical cost. DBSA capitalizes fixed asset additions over \$500. Depreciation is computed by use of the straight-line method for all property and equipment. The estimated useful lives used in computing depreciation are as follows:

<u>Description</u>	<u>Years</u>
Computer and office equipment and software	3 - 5
Furniture and fixtures	5 - 7

Maintenance and repairs, which neither materially add to the value of the property nor appreciably prolong its life, are charged to expense as incurred. Gains or losses on dispositions of property and equipment are included in the statement of activities.

**Contributions**

Contributions are recognized when the donor makes a promise to give to DBSA that is, in substance, unconditional. Promises to give payable over more than one year are recorded at present value.

Contributions of cash and other assets are considered to be available for unrestricted use unless specifically restricted by the donor. Amounts received that are designated for future periods or restricted by the donor for specific purposes are reported as temporarily restricted support that increases that net asset class. Contributions of cash and other assets are recorded as restricted support if they are received with donor stipulations that limit the use of the donated assets. However, if a restriction is fulfilled in the same time period in which the contribution is received, DBSA reports the support as unrestricted. Contributions receivable of \$320,382 are due in 2017.

**Functional Allocation of Expenses**

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of activities. Expenses which are easily and directly associated with a particular program or supporting service are allocated directly to that functional category. Certain costs have been allocated among the program and supporting services benefited based on time devoted to the functional areas and other appropriate allocation methods.

# DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

## NOTES TO FINANCIAL STATEMENTS

### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

#### **Use of Estimates in the Preparation of Financial Statements**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, gains and expenses during the reporting period. Actual results could differ from those estimates.

#### **Income Taxes**

DBSA is a nonprofit corporation which has been granted a tax-exempt status as a public charity under Section 501(c)(3) of the Internal Revenue Code for all business income related to the organization's tax-exempt purpose. DBSA had no unrelated business income during 2016 or 2015.

#### **Evaluation of Tax Positions**

The financial statement effects of a tax position taken or expected to be taken are recognized in the financial statements when it is more likely than not, based on the technical merits, that the position will be sustained upon examination. As of December 31, 2016 and 2015, DBSA had no uncertain tax positions that qualify for recognition or disclosure in the financial statements.

#### **Effect of Recently Issued Accounting Standards**

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2014-09, *Revenue from Contracts with Customers*, which requires an entity to recognize the amount of revenue to which it expects to be entitled for the transfer of promised goods or services to customers. The ASU will replace most existing revenue recognition guidance in GAAP when it becomes effective. In July 2015, the FASB approved a one year deferral of this standard, with a revised effective date for fiscal years beginning after December 15, 2018. Early adoption is permitted, although not prior to fiscal years beginning after December 15, 2016. The standard permits the use of either the retrospective or modified retrospective (cumulative effect) transition method. Management is currently evaluating the impact this change in accounting standards will have on the financial statements and related disclosures and has not yet selected a transition method.

## DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

### NOTES TO FINANCIAL STATEMENTS

#### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

##### **Effect of Recently Issued Accounting Standards - Continued**

In February 2016, the FASB issued ASU 2016-02, *Leases (Topic 842)*. This ASU requires a lessee to recognize a right-of-use asset and a lease liability under most operating leases in its balance sheet. For non-public entities, the standard is effective for fiscal years beginning after December 15, 2019 and interim periods beginning the following year. Early adoption is permitted. The new standard must be adopted using a modified retrospective transition, and provides for certain practical expedients during the period of adoption. Transition will require application of the new guidance at the beginning of the earliest comparative period presented. Management is currently evaluating the impact this change in accounting standards will have on the financial statements and related disclosures.

On August 18, 2016, FASB issued new rules for nonprofit organizations under ASU 2016-14 *Not-for-Profit Entities (Topic 958): Presentation of Financial Statements of Not-for-Profit Entities (NFP)*. This ASU changes the financial reporting format for nonprofit organization financial statements to simplify the way in which NFPs quantify and qualify their financial performance, their liquidity and cash flows, and their classification of net assets. Some of the changes included in ASU 2016-14 include:

- The existing three-class system of classifying net asset as unrestricted, temporarily restricted and permanently restricted will be replaced with a simpler two-class structure. Going forward, NFPs will differentiate net assets solely between those net assets with donor restriction and net assets without donor restrictions. NFPs will still be required to disclose the nature and amounts of donor-imposed restrictions.
- NFPs will be required to present an analysis of expenses by both function and natural classification on a separate statement, on the face of the statement of activities, or in the footnotes. Additional disclosures will also be required regarding specific methodologies used to allocate costs among program and support functions.

## DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

### NOTES TO FINANCIAL STATEMENTS

#### 1. NATURE OF ACTIVITIES AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - Continued

##### **Effect of Recently Issued Accounting Standards - Continued**

- NFPs will be required to disclose in financial statement notes qualitative information regarding how they will manage available liquid resources to meet cash needs for general expenses for the year following the balance sheet date. In addition, NFPs will be required to provide on the face of financial statements or in disclosure notes detailed quantitative information regarding their availability of financial assets at the balance sheet date to meet cash needs for the next year.

The effective date ASU 2016-14 will be for annual financial statements issued for fiscal years beginning after December 15, 2017, and for interim periods within fiscal years beginning after December 15, 2018. Application to interim financial statements is permitted but not required in the initial year of application. Early application of the amendments in this ASU is permitted. Management is currently evaluating the impact this change in accounting standards will have on the financial statements and related disclosures.

##### **Subsequent Events**

DBSA has evaluated subsequent events for potential recognition and/or disclosures through May 10, 2017, the date the financial statements were available to be issued.

## DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

### NOTES TO FINANCIAL STATEMENTS

#### 2. INVESTMENTS

At December 31, 2016 and 2015, investments consist of the following:

	<u>2016</u> <u>Level 1</u>	<u>2015</u> <u>Level 1</u>
Money market	\$ 147,891	\$ 247,776
Cash alternatives		15,055
Fixed income - certificates of deposit	594,225	
Fixed income - mutual funds		624,853
International/emerging markets debt		29,963
US equities	131,109	38,660
International equities	164,387	15,086
REITs and MLPs	7,095	30,397
Total Investments	<u>\$ 1,044,707</u>	<u>\$ 1,001,790</u>

#### 3. PROPERTY AND EQUIPMENT

A summary of fixed assets and accumulated depreciation at December 31, 2016 and 2015, is as follows:

	<u>2016</u>	<u>2015</u>
Computer and office equipment and software	\$ 163,944	\$ 152,858
Furniture and fixtures	19,425	19,425
	183,369	172,283
Less: Accumulated depreciation	<u>77,864</u>	<u>41,462</u>
Net Property and Equipment	<u>\$ 105,505</u>	<u>\$ 130,821</u>

Depreciation expense was \$36,402 and \$23,720 for 2016 and 2015, respectively.



## DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

### NOTES TO FINANCIAL STATEMENTS

#### 4. TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets are available for the following purposes:

	<u>2016</u>	<u>2015</u>
Be Vocal	\$ -	\$ 22,127
Regional Reps - Great Lakes	18,538	44,899
Getting Started pamphlet		22,975
DBSA Florida Chapter dissolution		13,365
Depression panel		81,484
Peer Leadership Center	249,293	216,568
Rebecca's Dream		25,992
Marc (Davka) deGroot Fund		5,807
IAB support	125,000	125,000
Living Successfully (new)		6,216
Advocacy education	81,003	108,000
Advocacy training		12,930
FDA White paper	15,216	
I to We Expansion		79,980
Balanced Mind Parent Network		18,215
Development department infrastructure	270,000	
Online child screening	<u>24,872</u>	
Total Temporarily Restricted Net Assets	<u>\$ 783,922</u>	<u>\$ 783,558</u>

**DEPRESSION AND BIPOLAR SUPPORT ALLIANCE**

**NOTES TO FINANCIAL STATEMENTS**

**5. NET ASSETS RELEASED FROM RESTRICTIONS**

DBSA's net assets were released from donor restrictions by incurring expenses satisfying the following restricted purposes specified by donors:

	<u>2016</u>	<u>2015</u>
Be Vocal	\$ 22,127	\$ -
Regional Reps - Great Lakes	26,362	
Getting Started pamphlet	22,975	
DBSA Florida Chapter dissolution	13,365	
Depression panel	81,484	
Peer Leadership Center	117,274	
Balanced Mind Parent Network	18,215	30,122
Finding Peace of Mind brochure		60,000
Agitation education brochures		17,555
Agitation chapter kit		109,382
Rebecca's Dream	25,992	19,329
Marc (Davka) deGroot Fund	5,807	
IAB Support	125,000	175,000
Living Successfully (new)	6,216	
Living Successfully (old)		7,647
Intimacy & Mood Webinar		23,608
Advocacy education	108,000	186,526
Advocacy training	12,930	23,084
Advocacy in action		124,817
Depression Education Program		61,881
FDA White paper		34,548
I to We Tour		169,856
I to We Expansion	79,980	
Veteran Peer training		28,000
Facing Us/Wellness Tracker		21,001
	<u>                    </u>	<u>                    </u>
Total Net Assets Released From Restrictions	<u>\$ 665,727</u>	<u>\$ 1,092,356</u>

## DEPRESSION AND BIPOLAR SUPPORT ALLIANCE

### NOTES TO FINANCIAL STATEMENTS

#### 6. LEASE COMMITMENTS

During 2014, DBSA entered into an operating lease for office space which began January 2015 and expires December 2025. Lease payments were abated for the first six full months of the lease and again for five months during the second year of the lease. Rental payments range over the life of the lease from \$9,720 to \$11,745. DBSA will account for this lease in accordance with U.S. generally accepted accounting principles by using the straight-line method of accounting. The difference between actual rent payments and the expense recognized using the straight-line method is recorded as accrued rent liability in the amount of \$110,180 and \$60,660 at December 31, 2016 and 2015, respectively. This lease requires a security deposit of \$60,000. After the eighteenth and thirty-fifth months of the lease term, the security deposit will decrease to \$40,000 and \$20,000 respectively. During 2016, \$20,000 of the security deposit was credited to DBSA leaving a remaining balance of \$40,000 at December 31, 2016. DBSA is also required to pay its proportionate share of real estate taxes and operating costs.

The minimum future rental payments under this operating lease is as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2017	\$ 121,500
2018	123,936
2019	126,360
2020	128,796
2021	131,220
Thereafter	<u>549,192</u>
Total	<u>\$ 1,181,004</u>

Rent expense, including operating expenses, was \$127,002 and \$123,152 for 2016 and 2015, respectively.

## **DEPRESSION AND BIPOLAR SUPPORT ALLIANCE**

### **NOTES TO FINANCIAL STATEMENTS**

#### **7. EMPLOYEE BENEFIT PLANS**

DBSA offers a 401(k) plan and under the terms of the plan, an employee may contribute up to 100% of eligible compensation, not to exceed \$18,000 or as amended by the IRS to reflect cost-of-living adjustments. For individuals who turn 50 during the plan year, an additional catch-up contribution of up to \$6,000 (as amended by the IRS to reflect cost-of-living adjustments) may be made to the plan. DBSA matches 100% of the first 2% contributed by an employee. Thereafter, DBSA matches 25% of employee contributions up through the next 4%, with the total employer contribution not to exceed 3%. Contributions were \$18,402 and \$13,727 for the years ended December 31, 2016 and 2015, respectively.

#### **8. VOLUNTEER SERVICES**

A significant amount of volunteer services is contributed to DBSA to support its program and supporting services. These volunteer activities include participating on the Board of Directors and numerous other committees. The value of these services has not been included in the financial statements

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