

**DEATH WITH DIGNITY
NATIONAL CENTER
AND
DEATH WITH DIGNITY
POLITICAL FUND**

**Audited Consolidated
Financial Statements**

**For the Years Ended
March 31, 2014 and 2013**



MCDONALD JACOBS

INDEPENDENT AUDITOR'S REPORT

Jake Jacobs, CPA
Shareholder

Susan J. Marks, CPA
Shareholder

Mark A. Clift, CPA
Shareholder

Karin S. Wandtke, CPA
Shareholder

Sung Ahn, CPA
Shareholder

Gerard DeBlois Jr., CPA
Shareholder

Mary Strasdin, CPA
Shareholder

Jill Oswald
Shareholder

Anthony Almer, CPA
Principal

Tyee Carr, CPA
Principal

Dennis C. Johnson, CPA
of counsel

To the Board of Directors
Death With Dignity National Center
and Death With Dignity Political Fund

We have audited the accompanying consolidated financial statements of Death With Dignity National Center and Death With Dignity Political Fund (nonprofit corporations), which comprise the consolidated statements of financial position as of March 31, 2014 and 2013, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the consolidated financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these consolidated 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 audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the organization's preparation and fair presentation of the consolidated 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 organization's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used

Strength in Numbers

- 1 -

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and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the consolidated 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 consolidated financial statements referred to above present fairly, in all material respects, the financial position of Death With Dignity National Center and Death With Dignity Political Fund as of March 31, 2014 and 2013, and changes in their net assets and their cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

McDonald Jacobson, P.C.

Portland, Oregon
July 21, 2014

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
March 31, 2014 and 2013

	2014	2013
ASSETS		
Cash and cash equivalents	\$ 81,668	\$ 36,813
Prepaid expenses	5,762	1,061
Investments	239,148	219,402
Property and equipment, net	8,342	16,799
 TOTAL ASSETS	 \$ 334,920	 \$ 274,075
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	\$ 58,222	\$ 108,869
Total liabilities	58,222	108,869
Net assets:		
Unrestricted net assets:		
Undesignated	183,811	96,619
Board designated	56,726	51,788
Property and equipment, net	8,342	16,799
Total unrestricted net assets	248,879	165,206
Temporarily restricted net assets	27,819	-
Total net assets	276,698	165,206
 TOTAL LIABILITIES AND NET ASSETS	 \$ 334,920	 \$ 274,075

See notes to consolidated financial statements.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

CONSOLIDATED STATEMENTS OF ACTIVITIES

For the years ended March 31, 2014 and 2013

	2014		2013	
	Unrestricted	Temporarily Restricted	Unrestricted	Temporarily Restricted
Revenue and support:				
Contributions	\$ 503,125	\$ 50,000	\$ 553,125	\$ 17,749
In-kind contributions	13,564	-	13,564	-
Investment income, net	10,835	-	10,835	-
Other income	71	-	71	-
Net assets released from restrictions:				
Satisfaction of purpose restrictions	<u>22,181</u>	<u>(22,181)</u>	-	<u>(17,749)</u>
Total revenue and support	<u>549,776</u>	<u>27,819</u>	<u>577,595</u>	<u>490,409</u>
Expenses:				
Program services:				
Public education	150,875	-	150,875	-
Communication	59,888	-	59,888	-
Oregon Plus One	81,510	-	81,510	-
Total program services	<u>292,273</u>	<u>-</u>	<u>292,273</u>	<u>-</u>
Management and general	40,959	-	40,959	-
Fundraising	132,871	-	132,871	-
Total expenses	<u>466,103</u>	<u>-</u>	<u>466,103</u>	<u>-</u>
Change in net assets	83,673	27,819	111,492	(164,340)
Net assets:				
Beginning of year	<u>165,206</u>	<u>-</u>	<u>165,206</u>	<u>-</u>
End of year	<u>\$ 248,879</u>	<u>\$ 27,819</u>	<u>\$ 276,698</u>	<u>\$ 165,206</u>

See notes to consolidated financial statements.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

For the year ended March 31, 2014

	Oregon					Total	
	Public Education	Communication	Plus One	Total Program	Management and General		
Salaries and related expenses	\$ 110,590	\$ 45,295	\$ 53,601	\$ 209,486	\$ 17,542	\$ 82,966	\$ 309,994
Professional fees	4,764	1,950	12,324	19,038	2,521	9,079	30,638
Postage and printing	7,267	-	-	7,267	99	17,159	24,525
Rent	8,441	3,455	4,960	16,856	3,995	8,192	29,043
Telephone	368	180	441	989	3,074	336	4,399
Office expenses	1,374	4,923	807	7,104	1,112	1,613	9,829
Insurance	1,579	702	1,355	3,636	686	1,112	5,434
Depreciation	3,033	1,241	1,782	6,056	1,348	2,151	9,555
Repairs and maintenance	559	390	952	1,901	1,021	675	3,597
Travel and meetings	1,400	550	3,119	5,069	1,141	3,312	9,522
Media and public education	10,177	1,175	2,086	13,438	-	-	13,438
Miscellaneous	1,323	27	83	1,433	8,420	6,276	16,129
Total expenses	\$ 150,875	\$ 59,888	\$ 81,510	\$ 292,273	\$ 40,959	\$ 132,871	\$ 466,103

See notes to consolidated financial statements.

DEATH WITH DIGNITY NATIONAL CENTER
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CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES
For the year ended March 31, 2013

	Oregon					Total	Management and General	Fundraising	Total
	Public Education	Commun- ication	Plus One	Total Program					
Salaries and related expenses	\$ 102,191	\$ 44,965	\$ 61,276	\$ 208,432	\$ 17,993	\$ 79,312	\$ 305,737		
Professional fees	4,407	1,936	118,884	125,227	2,579	3,125	130,931		
Postage and printing	18,551	112	413	19,076	1,240	22,518	42,834		
Rent	7,805	3,261	6,439	17,505	3,202	5,513	26,220		
Telephone	489	4	708	1,201	2,501	332	4,034		
Office expenses	-	-	69	69	3,894	5,738	9,701		
Insurance	1,213	599	1,745	3,557	1,178	841	5,576		
Depreciation	3,026	1,239	1,778	6,043	1,781	2,144	9,968		
Repairs and maintenance	1,541	648	1,010	3,199	927	1,111	5,237		
Travel and meetings	-	-	2,470	2,470	6,511	-	8,981		
Media and public relations	-	4,419	-	4,419	-	-	4,419		
Contributions	-	-	95,250	95,250	-	-	95,250		
Miscellaneous	450	292	52	794	240	4,827	5,861		
Total expenses	\$ 139,673	\$ 57,475	\$ 290,094	\$ 487,242	\$ 42,046	\$ 125,461	\$ 654,749		

See notes to consolidated financial statements.

DEATH WITH DIGNITY NATIONAL CENTER
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CONSOLIDATED STATEMENTS OF CASH FLOWS
For the years ended March 31, 2014 and 2013

	2014	2013
Cash flows from operating activities:		
Change in net assets	\$ 111,492	\$ (164,340)
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
Depreciation	9,555	9,968
Realized/unrealized gain on investments	(3,612)	(14,921)
(Increase) decrease in:		
Prepaid expenses	(4,701)	3,106
Increase (decrease) in:		
Accounts payable and accrued expenses	(50,647)	87,703
Net cash provided by (used in) operating activities	62,087	(78,484)
 Cash flows from investing activities:		
Additions to property and equipment	(1,098)	(4,500)
Purchase of investments	(123,947)	(7,976)
Proceeds from the sale of investments	107,813	30,000
Net cash provided by (used in) investing activities	(17,232)	17,524
 Net increase (decrease) in cash and cash equivalents	44,855	(60,960)
 Cash and cash equivalents - beginning of year	36,813	97,773
 Cash and cash equivalents - end of year	\$ 81,668	\$ 36,813

See notes to consolidated financial statements.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
March 31, 2014 and 2013

1. THE ORGANIZATION AND SUMMARY OF SIGNIFICANT
ACCOUNTING POLICIES

The Organization

Death with Dignity National Center (the Center) was incorporated as a nonprofit corporation under the laws of the State of Oregon on December 30, 1994. It merged with Death with Dignity National Center, a Washington D.C.-based California nonprofit corporation, in August 2003 to continue the Center's mission on a national level. The Center is headquartered in Portland, Oregon.

The Center provides information, education, research, and support for a comprehensive range of end-of-life options. The Center provides defense of legal challenges brought by opponents of The Death with Dignity Act, which was passed by the voters of Oregon in 1994; works to educate the medical profession and the public about end-of-life issues; provides information to legislators and regulatory agencies on both the state and national levels; and shares information with interested groups in other states.

Death with Dignity Political Fund (the Fund), formerly Oregon Death with Dignity Political Action Fund, was formed in 2001, replacing a State Political Action Committee, Oregon Right to Die, formed in 1993. The Fund's purpose is to promote social welfare and inform, educate and influence the general public and elected and appointed government officials about the Oregon Death with Dignity Act and to counteract any attempts by opponents to repeal or limit the law.

Revenues are received primarily through contributions from individuals and foundations.

Principles of Consolidation

The consolidated financial statements include the accounts of Death With Dignity National Center and Death With Dignity Political Fund (collectively, the Organization). All inter-organization transactions and balances as of and for the years ended March 31, 2014 and 2013 have been eliminated.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

1. THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, Continued

Basis of Presentation

Net assets and all balances and transactions are presented based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as unrestricted or restricted net assets. Unrestricted net assets are those that are not subject to donor-imposed stipulations. Temporarily restricted net assets are subject to donor-imposed stipulations that will be met, either by actions of the Organization and/or the passage of time.

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Organization considers all highly liquid investments available for current use with maturities of three months or less at the time of purchase to be cash equivalents.

Investments

Investments consist of marketable securities and are carried at current market value.

Property and Equipment

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Capitalized property and equipment are recorded at cost if purchased or at fair value if donated. Depreciation is computed using the straight-line method based on the estimated useful lives of the property.

Contributions Receivable

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period the Organization is notified of the commitment. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Bequests are recorded as revenue at the time the Organization has an established right to the bequest and the proceeds are measurable.

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

1. THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Restricted and Unrestricted Revenue

Contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence and/or nature of any donor restrictions. Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a 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.

Donated Assets and Services

Donations of property, equipment, materials and other assets are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

The Organization recognizes donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. The Organization recognized donated legal services totaling approximately \$9,000 and \$15,300 as program expense for the years ended March 31, 2014 and 2013, respectively.

Expense Allocation

The costs of providing various programs and other activities have been summarized on a functional basis in the consolidated statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

Income Taxes

Death With Dignity National Center is a nonprofit corporation exempt from federal and state income tax under Section 501(c)(3) of the Internal Revenue Code and applicable state law. The Center has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(vi).

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

1. THE ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING
POLICIES, Continued

Income Taxes, Continued

Death With Dignity Political Fund is a nonprofit corporation exempt from federal and state income tax under Section 501(c)(4) of the Internal Revenue Code and applicable state law.

No provision for income taxes is made in the accompanying consolidated financial statements, as the Center and the Fund have no activities subject to unrelated business income tax.

The Organization follows the provisions of FASB ASC *Topic Accounting for Uncertainty in Income Taxes*. Management has evaluated the Organization's tax positions and concluded that there are no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this Topic.

The Organizations returns for years ended March 31, 2010 and prior are generally no longer subject to examination by taxing authorities in its major tax jurisdictions.

Agency Transactions

The Organization collects contributions on behalf of an unrelated organization, Patient Choices Vermont (PCV), to support PCV's charitable activities. Contributions collected on behalf of PCV totaled approximately \$26,700 and \$40,500 for the years ended March 31, 2014 and 2013, respectively. No amounts were due to PCV as of March 31, 2014 and 2013.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities as well as the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the reporting periods. Actual results could differ from those estimates.

Subsequent Events

The Organization has evaluated all subsequent events through July 21, 2014, the date the consolidated financial statements were available to be issued.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

2. INVESTMENTS

Investments at March 31, 2014 and 2013 consist of the following:

	<u>2014</u>	<u>2013</u>
Short-term bond fund	\$ 24,821	\$ 24,686
High-yield bond fund	151,942	142,928
Beneficial interest in assets held by OCF	56,726	51,788
Mutual funds	5,659	-
Total investments	<u>\$ 239,148</u>	<u>\$ 219,402</u>

Investment income consists of:

	<u>2014</u>	<u>2013</u>
Interest and dividends	\$ 9,087	\$ 9,808
Investment expenses	(1,864)	(1,684)
Net realized/unrealized gain	3,612	14,921
Total investment income	<u>\$ 10,835</u>	<u>\$ 23,045</u>

3. PROPERTY AND EQUIPMENT

Property and equipment at March 31, 2014 and 2013 consist of the following:

	<u>2014</u>	<u>2013</u>
Furniture and equipment	\$ 48,980	\$ 79,059
Software and website	21,793	21,793
	70,773	100,852
Less accumulated depreciation	<u>62,431</u>	<u>84,053</u>
Property and equipment, net	<u>\$ 8,342</u>	<u>\$ 16,799</u>

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

4. LEASE COMMITMENTS

The Center leases office space under a non-cancellable operating lease which expires on May 31, 2014. Under the lease, monthly rent is \$1,911, with an annual increase of 3%. In January 2014 this lease was amended, extending the expiration to May 2017. Under the new lease, monthly rent is \$2,151, with an annual increase of 3%.

The Center leases office equipment under an operating lease expiring May 2014. Annual lease payments are approximately \$1,700.

Total rent expense under these agreements approximated \$29,000 for the year ended March 31, 2014 and \$26,000 for the year ended March 31, 2013.

Approximate future minimum lease payments are as follows:

Year ending March 31, 2015	\$	26,000
2016		26,500
2017		27,200
2018		<u>4,600</u>
Total	\$	<u>84,300</u>

5. TEMPORARILY RESTRICTED AND BOARD DESIGNATED NET ASSETS

Temporarily Restricted Net Assets

Temporarily restricted net assets at March 31, 2014 consist of amounts restricted by a donor to hire additional staff for fundraising.

Board Designated Net Assets

During 2002, the Board of Directors of the Center established the Oregon Death with Dignity Endowment Fund of The Oregon Community Foundation (OCF) to create a fund for future unexpected legal challenges. Under the terms of the agreement, variance power has been granted to OCF, however, the Center is the beneficiary of the fund and the transfer is reciprocal in nature. Accordingly, OCF recognizes the fund as a liability on its statement of financial position. The Center receives distributions based on the provisions of the agreement with OCF.

Board designated net assets totaled \$56,726 and \$51,788 at March 31, 2014 and 2013, respectively (see Note 6, Endowment - Board Designated).

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

6. ENDOWMENT - BOARD DESIGNATED

As of March 31, 2014 and 2013, the Board of Directors has designated \$56,726 and \$51,788, respectively, of unrestricted net assets for future unexpected legal challenges. Since that amount resulted from an internal designation and is not donor-restricted, it is classified and reported as unrestricted net assets.

As of March 31, 2014 and 2013, the Center has not commenced spending of endowment funds and a policy of appropriating for distribution has not been implemented. The Center's objective is to maintain the purchasing power of the endowment assets as well as to provide additional real growth through investment return.

To achieve its objective, the Center has adopted an investment policy that attempts to maximize total return consistent with an acceptable level of risk. Endowment assets are invested with The Oregon Community Foundation (OCF) which maintains a well-diversified asset mix, which includes equity and debt securities, that is intended to result in a consistent inflation protected rate of return that has sufficient liquidity to make distributions to support operations. Accordingly, the Center expects its endowment assets, over time, to produce an average rate of return consistent with the market. Actual returns in any given year may vary. Investment risk is measured in terms of the total endowment fund; investment assets and allocation between asset classes and strategies are managed to not expose the fund to unacceptable levels of risk.

Changes in endowment assets for the years ended March 31, 2014 and 2013 are as follows:

Balance - March 31, 2012	\$ 48,205
Investment income, net of fees	81
Net realized and unrealized losses	3,502
Amounts appropriated for expenditure	<u>-</u>
Balance - March 31, 2013	51,788
Investment income, net of fees	195
Net realized and unrealized gains	4,743
Amounts appropriated for expenditure	<u>-</u>
Balance - March 31, 2014	<u><u>\$ 56,726</u></u>

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

7. EMPLOYEE BENEFIT PLAN

The Center has a defined contribution plan. The Center matches 100% of the participating employees' contributions up to three percent of their total salaries. Employer contributions to the plan totaled \$5,394 and \$5,226 for the years ended March 31, 2014 and 2013, respectively.

8. RELATED PARTY TRANSACTIONS

A board member donated \$9,000 and \$14,400 in specialized legal services for the years ended March 31, 2014 and 2013, respectively.

In October 2012, a member of the Center's Board of Directors became the Chair of the Dignity 2012 Ballot Question Committee. The board member's appointment to this committee was subsequent to the Fund's commitment as guarantor on a contract and subsequent to the Center's contributions to Dignity 2012 totaling \$80,000 during the year ended March 31, 2013.

9. CONCENTRATIONS OF CREDIT RISK

The Organization maintains cash balances in two financial institutions. Balances in each institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The balances, at times, may exceed the federally insured limit. Cash balances were fully insured at March 31, 2014 and 2013.

Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

For the years ended March 31, 2014 and 2013, contributions from one board member approximated 26% and 15%, respectively, of total revenue.

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

10. FAIR VALUE MEASUREMENTS

Assets recorded at fair value in the consolidated statements of financial position are categorized based upon the level of judgment associated with the inputs used to measure their fair value. Level inputs are defined as follows:

Level 1: Unadjusted quoted prices in active markets for identical assets and liabilities.

Level 2: Observable inputs other than those included in Level 1, such as quoted market prices for similar assets or liabilities in active markets, or quoted market prices for identical assets or liabilities in inactive markets.

Level 3: Unobservable inputs reflecting management's own assumptions about the inputs used in pricing the asset or liability. Level 3 assets and liabilities include financial instruments whose value is determined using pricing models, discounted cash flow methodologies, or similar techniques, as well as instruments for which the determination of fair values requires significant management judgment or estimation.

Fair values of assets measured on a recurring basis at March 31, 2014 and 2013 are as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
March 31, 2014				
Short-term bond fund	\$ 24,821	\$ 24,821	\$ -	\$ -
High-yield bond fund	151,942	151,942	-	-
Beneficial interest in assets held by OCF	56,726	-	-	56,726
Mutual funds	5,659	5,659	-	-
Total fair value investments	<u>\$ 239,148</u>	<u>\$ 182,422</u>	<u>\$ -</u>	<u>\$ 56,726</u>
March 31, 2013				
Short-term bond fund	\$ 24,686	\$ 24,686	\$ -	\$ -
High-yield bond fund	142,928	142,928	-	-
Beneficial interest in assets held by OCF	51,788	-	-	51,788
Total fair value investments	<u>\$ 219,402</u>	<u>\$ 167,614</u>	<u>\$ -</u>	<u>\$ 51,788</u>

DEATH WITH DIGNITY NATIONAL CENTER
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued
March 31, 2014 and 2013

10. FAIR VALUE MEASUREMENTS, Continued

Fair values for investments are determined by reference to quoted market prices and other relevant information generated by market transactions. Fair value of beneficial interest in investments held at The Oregon Community Foundation (OCF) has been estimated by management based on information provided by OCF which represents the fair value of the Center's proportionate share of investments owned by OCF using a market approach.

Assets measured at fair value on a recurring basis using significant unobservable inputs (Level 3 inputs) are shown below. Net gains and losses are presented in the statements of activities as unrestricted investment income.

Beneficial interest in assets held at OCF:

Balance - March 31, 2012	\$ 48,205
Investment income, net of fees	81
Net realized and unrealized losses	<u>3,502</u>
Balance - March 31, 2013	51,788
Investment income, net of fees	195
Net realized and unrealized gains	<u>4,743</u>
Balance - March 31, 2014	<u><u>\$ 56,726</u></u>

SUPPLEMENTARY INFORMATION



MCDONALD JACOBS

INDEPENDENT AUDITOR'S REPORT
ON CONSOLIDATING INFORMATION

Jake Jacobs, CPA
Shareholder

Susan J. Marks, CPA
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Principal

Dennis C. Johnson, CPA
of counsel

To the Board of Directors
Death With Dignity National Center
and Death With Dignity Political Fund

We have audited the consolidated financial statements of Death with Dignity National Center and Death With Dignity Political Fund as of and for the year ended March 31, 2014, and have issued our report thereon dated July 21, 2014, which contained an unmodified opinion on those consolidated financial statements. Our audit was performed for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating information in Schedules I and II is presented for the purposes of additional analysis and is not a required part of the consolidated 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 consolidated financial statements. The information has been subjected to the auditing procedures applied in the audit of the consolidated financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated 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 consolidated financial statements as a whole.

McDonald Jacobs, P.C.

Portland, Oregon
July 21, 2014

Strength in Numbers

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DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

SUPPLEMENTARY INFORMATION - SCHEDULE I
CONSOLIDATING STATEMENT OF FINANCIAL POSITION
March 31, 2014

	National Center	Political Fund	Eliminating Entries	Consolidated Totals
ASSETS				
Cash and cash equivalents	\$ 78,513	\$ 3,155	\$ -	\$ 81,668
Interorganization receivable	123,743	-	(123,743)	-
Prepaid expenses	5,762	-	-	5,762
Investments	239,148	-	-	239,148
Property and equipment, net	8,342	-	-	8,342
TOTAL ASSETS	\$ 455,508	\$ 3,155	\$ (123,743)	\$ 334,920
LIABILITIES AND NET ASSETS				
Liabilities:				
Interorganization payable	\$ -	\$ 123,743	\$ (123,743)	\$ -
Accounts payable and accrued expenses	19,472	38,750	-	58,222
Total liabilities	19,472	162,493	(123,743)	58,222
Net assets (deficit):				
Unrestricted:				
Undesignated	343,149	(159,338)	-	183,811
Board designated	56,726	-	-	56,726
Property and equipment, net	8,342	-	-	8,342
Total unrestricted net assets	408,217	(159,338)	-	248,879
Temporarily restricted net assets	27,819	-	-	27,819
Total net assets	436,036	(159,338)	-	276,698
TOTAL LIABILITIES AND NET ASSETS	\$ 455,508	\$ 3,155	\$ (123,743)	\$ 334,920

See auditor's report on consolidating information.

DEATH WITH DIGNITY NATIONAL CENTER
AND DEATH WITH DIGNITY POLITICAL FUND

SUPPLEMENTARY INFORMATION - SCHEDULE II
CONSOLIDATING STATEMENT OF ACTIVITIES
For the year ended March 31, 2014

	National Center	Political Fund	Eliminating Entries	Consolidated Totals
Revenue and support:				
Contributions	\$ 545,718	\$ 27,407	\$ (20,000)	\$ 553,125
In-kind contributions	13,564	-	-	13,564
Investment income, net	10,835	-	-	10,835
Other income	71	-	-	71
Total revenue and support	570,188	27,407	(20,000)	577,595
Expenses:				
Program services:				
Public education	150,875	-	-	150,875
Communication	59,888	-	-	59,888
Oregon Plus One	101,316	194	(20,000)	81,510
Total program services	312,079	194	(20,000)	292,273
Management and general	40,366	593	-	40,959
Fundraising	132,851	20	-	132,871
Total expenses	485,296	807	(20,000)	466,103
 Change in net assets	 84,892	 26,600	 -	 111,492
Net assets (deficit):				
Beginning of year	351,144	(185,938)	-	165,206
End of year	\$ 436,036	\$ (159,338)	\$ -	\$ 276,698

See auditor's report on consolidating information.