

DEATH WITH DIGNITY NATIONAL CENTER  
AND  
DEATH WITH DIGNITY POLITICAL FUND

Audited Consolidated Financial Statements  
For the years ended March 31, 2016 and 2015



McDONALD JACOBS

Shareholders

Mark A. Clift, CPA

Jill Oswald

Karin S. Wandtke, CPA

Sang Ahn, CPA

Gerard DeBlois Jr., CPA

Mary Strasdin, CPA

Anthony Almer, CPA

Principals

Jake Jacobs, CPA

Susan J. Marks, CPA

Tyee Carr, CPA

Victor Epstein, CPA

## INDEPENDENT AUDITOR'S REPORT

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, 2016 and 2015, 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 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, 2016 and 2015, 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 18, 2016

DEATH WITH DIGNITY NATIONAL CENTER  
AND DEATH WITH DIGNITY POLITICAL FUND

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION  
March 31, 2016 and 2015

	<u>2016</u>	<u>2015</u>
<b>ASSETS</b>		
Cash and cash equivalents	\$ 241,128	\$ 192,994
Prepaid expenses	4,879	3,762
Investments	167,503	167,083
Property and equipment, net	<u>17,609</u>	<u>7,417</u>
 TOTAL ASSETS	 <u>\$ 431,119</u>	 <u>\$ 371,256</u>
 <b>LIABILITIES AND NET ASSETS</b>		
Liabilities:		
Accounts payable and accrued expenses	\$ <u>56,424</u>	\$ <u>39,291</u>
Total liabilities	<u>56,424</u>	<u>39,291</u>
Net assets:		
Unrestricted net assets:		
Undesignated	299,027	255,851
Board designated	56,261	58,571
Property and equipment, net	<u>17,609</u>	<u>7,417</u>
Total unrestricted net assets	372,897	321,839
Temporarily restricted net assets	<u>1,798</u>	<u>10,126</u>
Total net assets	<u>374,695</u>	<u>331,965</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 431,119</u>	 <u>\$ 371,256</u>

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, 2016 and 2015

	2016			2015		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
<b>Revenue and support:</b>						
Contributions	\$ 662,506	\$ 99,555	\$ 762,061	\$ 590,201	\$ 31,126	\$ 621,327
In-kind contributions	32,364	-	32,364	54,632	-	54,632
Investment income (loss), net	(1,650)	-	(1,650)	6,125	-	6,125
Other income	-	-	-	232	-	232
Net assets released from restrictions:						
Satisfaction of purpose restrictions	107,883	(107,883)	-	48,819	(48,819)	-
Total revenue and support	801,103	(8,328)	792,775	700,009	(17,693)	682,316
<b>Expenses:</b>						
Program services:						
Public education	193,159	-	193,159	177,770	-	177,770
Communication	91,480	-	91,480	70,047	-	70,047
Oregon Plus One	253,500	-	253,500	155,731	-	155,731
Total program services	538,139	-	538,139	403,548	-	403,548
Management and general	64,576	-	64,576	54,791	-	54,791
Fundraising	147,330	-	147,330	168,710	-	168,710
Total expenses	750,045	-	750,045	627,049	-	627,049
Change in net assets	51,058	(8,328)	42,730	72,960	(17,693)	55,267
<b>Net assets:</b>						
Beginning of year	321,839	10,126	331,965	248,879	27,819	276,698
End of year	\$ 372,897	\$ 1,798	\$ 374,695	\$ 321,839	\$ 10,126	\$ 331,965

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, 2016

	Program Services						Total
	Public Education	Communi- cation	Oregon Plus One	Total Program	Management and General	Fundraising	
Salaries and related expenses	\$ 125,666	\$ 55,472	\$ 57,184	\$ 238,322	\$ 24,666	\$ 86,198	\$ 349,186
Professional fees	8,490	16,864	111,918	137,272	2,983	9,500	149,755
Postage and printing	4,979	-	2,063	7,042	673	17,375	25,090
Rent	7,416	5,689	5,996	19,101	2,382	8,036	29,519
Telephone	22	12	33	67	4,381	15	4,463
Office expenses	1,110	2,408	901	4,419	14,808	1,244	20,471
Insurance	643	533	538	1,714	3,297	705	5,716
Depreciation	5,018	4,165	4,073	13,256	1,358	5,040	19,654
Travel and meetings	10,728	2,805	26,419	39,952	2,306	14,182	56,440
Media and public education	28,890	2,154	43,625	74,669	-	1,500	76,169
Miscellaneous	197	1,378	750	2,325	7,722	3,535	13,582
 Total expenses	 <u>\$ 193,159</u>	 <u>\$ 91,480</u>	 <u>\$ 253,500</u>	 <u>\$ 538,139</u>	 <u>\$ 64,576</u>	 <u>\$ 147,330</u>	 <u>\$ 750,045</u>

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, 2015

	Program Services				Management and General	Fundraising	Total
	Public Education	Commun- ication	Oregon Plus One	Total Program			
Salaries and related expenses	\$ 134,064	\$ 48,671	\$ 51,726	\$ 234,461	\$ 22,718	\$ 104,122	\$ 361,301
Professional fees	2,873	3,653	90,823	97,349	2,168	5,888	105,405
Postage and printing	6,792	70	-	6,862	99	16,863	23,824
Rent	8,361	3,630	5,168	17,159	4,844	6,955	28,958
Telephone	108	1,327	166	1,601	2,483	75	4,159
Office expenses	1,562	5,946	1,485	8,993	7,587	2,437	19,017
Insurance	1,352	619	1,047	3,018	2,237	1,146	6,401
Depreciation	3,192	1,836	2,525	7,553	1,184	4,874	13,611
Repairs and maintenance	662	391	524	1,577	997	1,011	3,585
Travel and meetings	5,508	1,973	2,023	9,504	3,169	17,153	29,826
Media and public relations	13,296	1,225	244	14,765	-	2,500	17,265
Miscellaneous	-	706	-	706	7,305	5,686	13,697
Total expenses	<u>\$ 177,770</u>	<u>\$ 70,047</u>	<u>\$ 155,731</u>	<u>\$ 403,548</u>	<u>\$ 54,791</u>	<u>\$ 168,710</u>	<u>\$ 627,049</u>

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, 2016 and 2015

	2016	2015
<b>Cash flows from operating activities:</b>		
Change in net assets	\$ 42,730	\$ 55,267
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	19,654	13,611
Realized/unrealized loss on investments	8,168	362
(Increase) decrease in:		
Prepaid expenses	(1,117)	2,000
Increase (decrease) in:		
Accounts payable and accrued expenses	17,133	(18,931)
Net cash provided by operating activities	86,568	52,309
 <b>Cash flows from investing activities:</b>		
Additions to property and equipment	(29,846)	(12,686)
Purchase of investments	(8,588)	(6,485)
Proceeds from the sale of investments	-	78,188
Net cash provided by (used in) investing activities	(38,434)	59,017
 Net increase in cash and cash equivalents	48,134	111,326
 Cash and cash equivalents - beginning of year	192,994	81,668
 Cash and cash equivalents - end of year	\$ 241,128	\$ 192,994

See notes to consolidated financial statements.



DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS  
March 31, 2016 and 2015

I. 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, 2016 and 2015 have been eliminated.

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, *Continued*  
March 31, 2016 and 2015

I. 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

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, 2016 and 2015

I. 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 \$25,400 and \$45,300 as program expense for the years ended March 31, 2016 and 2015, 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  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, *Continued*  
March 31, 2016 and 2015

I. 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 Center and the Fund follow the provisions of FASB ASC *Topic Accounting for Uncertainty in Income Taxes*. Management has evaluated each 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 Center's and the Fund's returns for years ended March 31, 2012 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 \$2,700 and \$20,400 for the years ended March 31, 2016 and 2015, respectively. No amounts were due as of March 31, 2016 and 2015.

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 18, 2016, the date the consolidated financial statements were available to be issued.

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued  
March 31, 2016 and 2015

2. INVESTMENTS

Investments at March 31, 2016 and 2015 consist of the following:

	<u>2016</u>	<u>2015</u>
Short-term bond fund	\$ 15,120	\$ 15,021
High-yield bond fund	90,039	90,991
Beneficial interest in assets held by OCF (Notes 5 and 6)	56,261	58,571
Mutual funds	<u>6,083</u>	<u>2,500</u>
Total investments	<u>\$ 167,503</u>	<u>\$ 167,083</u>

Investment income (loss) consists of:

	<u>2016</u>	<u>2015</u>
Interest and dividends	\$ 6,991	\$ 7,069
Investment expenses	(473)	(582)
Net realized/unrealized loss	<u>(8,168)</u>	<u>(362)</u>
Total investment income (loss)	<u>\$ (1,650)</u>	<u>\$ 6,125</u>

3. PROPERTY AND EQUIPMENT

Property and equipment at March 31, 2016 and 2015 consist of the following:

	<u>2016</u>	<u>2015</u>
Furniture and equipment	\$ 50,330	\$ 48,981
Software and website	<u>62,975</u>	<u>34,481</u>
	113,305	83,462
Less accumulated depreciation	<u>95,696</u>	<u>76,045</u>
Property and equipment, net	<u>\$ 17,609</u>	<u>\$ 7,417</u>

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued  
March 31, 2016 and 2015

4. LEASE COMMITMENTS

The Center leases office space under a non-cancellable operating lease which expires on May 31, 2017. Under the lease, monthly rent is \$2,215 as of March 31, 2016, with an annual increase of 3%.

The Center leases office equipment under an operating lease expiring August 2018. Annual lease payments are approximately \$1,300.

Total rent expense under these agreements approximated \$27,700 and \$26,000, respectively, for the years ended March 31, 2016 and 2015.

Approximate future minimum lease payments are as follows:

Year ending March 31, 2017	\$ 28,600
2018	5,900
2019	<u>300</u>
Total	<u>\$ 34,800</u>

5. BOARD DESIGNATED NET ASSETS AND TEMPORARILY RESTRICTED

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 \$56,261 and \$58,571 at March 31, 2016 and 2015, respectively (see Note 6, Endowment - Board Designated).

Temporarily Restricted Net Assets

Temporarily restricted net assets consist of amounts restricted by donors to specific uses.

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued  
March 31, 2016 and 2015

6. ENDOWMENT - BOARD DESIGNATED

As of March 31, 2016 and 2015, the Board of Directors has designated \$56,261 and \$58,571, 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, 2016 and 2015, 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, 2016 and 2015 are as follows:

Balance - March 31, 2014	\$ 56,726
Investment income, net of fees	32
Net realized and unrealized gains	<u>1,813</u>
Balance - March 31, 2015	58,571
Investment income, net of fees	267
Net realized and unrealized losses	<u>(2,577)</u>
Balance - March 31, 2016	<u>\$ 56,261</u>

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, *Continued*  
March 31, 2016 and 2015

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 approximately \$6,900 and \$6,300 for the years ended March 31, 2016 and 2015, respectively.

8. RELATED PARTY TRANSACTIONS

A board member donated approximately \$25,400 and \$45,300 in specialized legal services for the years ended March 31, 2016 and 2015, respectively.

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, 2016 and 2015.

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.



DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, *Continued*  
March 31, 2016 and 2015

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, 2016 and 2015 are as follows:

	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<b>March 31, 2016</b>				
Short-term bond fund	\$ 15,120	\$ 15,120	\$ -	\$ -
High-yield bond fund	90,039	90,039	-	-
Beneficial interest in assets held by OCF	56,261	-	-	56,261
Mutual funds	6,083	6,083	-	-
Total fair value investments	<u>\$ 167,503</u>	<u>\$ 111,242</u>	<u>\$ -</u>	<u>\$ 56,261</u>
<b>March 31, 2015</b>				
Short-term bond fund	\$ 15,021	\$ 15,021	\$ -	\$ -
High-yield bond fund	90,991	90,991	-	-
Beneficial interest in assets held by OCF	58,571	-	-	58,571
Mutual funds	2,500	2,500	-	-
Total fair value investments	<u>\$ 167,083</u>	<u>\$ 108,512</u>	<u>\$ -</u>	<u>\$ 58,571</u>

DEATH WITH DIGNITY NATIONAL CENTER  
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NOTES TO CONSOLIDATED FINANCIAL STATEMENTS, Continued  
March 31, 2016 and 2015

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, 2014	\$ 56,726
Investment income, net of fees	32
Net realized and unrealized gains	<u>1,813</u>
Balance - March 31, 2015	58,571
Investment income, net of fees	267
Net realized and unrealized losses	<u>(2,577)</u>
Balance - March 31, 2016	<u>\$ 56,261</u>

SUPPLEMENTARY INFORMATION



MCDONALD JACOBS  
ACCOUNTANTS & CONSULTANTS

**Shareholders**

*Mark A. Clift, CPA*

*Jill Oswald*

*Karin S. Wandtke, CPA*

*Sang Ahn, CPA*

*Gerard DeBlois Jr., CPA*

*Mary Strasdin, CPA*

*Anthony Almer, CPA*

**INDEPENDENT AUDITOR'S REPORT  
ON CONSOLIDATING INFORMATION**

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

**Principals**

*Jake Jacobs, CPA*

*Susan J. Marks, CPA*

*Tyee Carr, CPA*

*Victor Epstein, CPA*

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, 2016, and have issued our report thereon dated July 18, 2016, 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 18, 2016

DEATH WITH DIGNITY NATIONAL CENTER  
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SUPPLEMENTARY INFORMATION - SCHEDULE I  
CONSOLIDATING STATEMENT OF FINANCIAL POSITION  
March 31, 2016

	<u>National Center</u>	<u>Political Fund</u>	<u>Eliminating Entries</u>	<u>Consolidated Totals</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$ 155,173	\$ 85,955	\$ -	\$ 241,128
Interorganization receivable	128,278	-	(128,278)	-
Prepaid expenses	4,879	-	-	4,879
Investments	167,503	-	-	167,503
Property and equipment, net	<u>17,609</u>	<u>-</u>	<u>-</u>	<u>17,609</u>
 TOTAL ASSETS	 <u>\$ 473,442</u>	 <u>\$ 85,955</u>	 <u>\$ (128,278)</u>	 <u>\$ 431,119</u>
 <b>LIABILITIES AND NET ASSETS</b>				
Liabilities:				
Interorganization payable	\$ -	\$ 128,278	\$ (128,278)	\$ -
Accounts payable and accrued expenses	<u>24,674</u>	<u>31,750</u>	<u>-</u>	<u>56,424</u>
Total liabilities	<u>24,674</u>	<u>160,028</u>	<u>(128,278)</u>	<u>56,424</u>
Net assets (deficit):				
Unrestricted:				
Undesignated	373,100	(74,073)	-	299,027
Board designated	56,261	-	-	56,261
Property and equipment, net	<u>17,609</u>	<u>-</u>	<u>-</u>	<u>17,609</u>
Total unrestricted net assets	446,970	(74,073)	-	372,897
Temporarily restricted net assets	<u>1,798</u>	<u>-</u>	<u>-</u>	<u>1,798</u>
Total net assets	<u>448,768</u>	<u>(74,073)</u>	<u>-</u>	<u>374,695</u>
 TOTAL LIABILITIES AND NET ASSETS	 <u>\$ 473,442</u>	 <u>\$ 85,955</u>	 <u>\$ (128,278)</u>	 <u>\$ 431,119</u>

See independent 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, 2016

	National Center	Political Fund	Eliminating Entries	Consolidated Totals
<b>Revenue and support:</b>				
Contributions	\$ 641,152	\$ 120,909	\$ -	\$ 762,061
In-kind contributions	32,364	-	-	32,364
Investment loss, net	(1,650)	-	-	(1,650)
Total revenue and support	671,866	120,909	-	792,775
<b>Expenses:</b>				
Program services:				
Public education	190,615	2,544	-	193,159
Communication	76,564	14,916	-	91,480
Oregon Plus One	186,653	66,847	-	253,500
Total program services	453,832	84,307	-	538,139
Management and general	64,145	431	-	64,576
Fundraising	144,966	2,364	-	147,330
Total expenses	662,943	87,102	-	750,045
Change in net assets	8,923	33,807	-	42,730
<b>Net assets (deficit):</b>				
Beginning of year	439,845	(107,880)	-	331,965
End of year	\$ 448,768	\$ (74,073)	\$ -	\$ 374,695

See independent auditor's report on consolidating information.