



FINANCIAL REPORT  
OF  
TYPE 1 DIABETES DEFENSE FOUNDATION  
Accounting Year Ending June 30, 2017



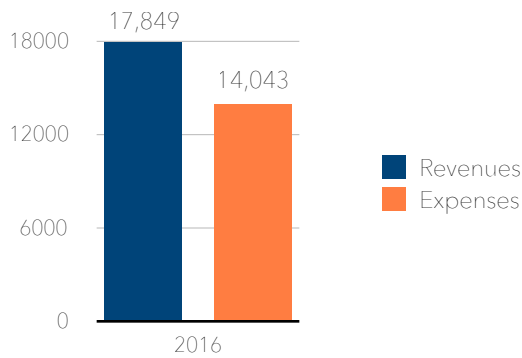
October 15, 2017

Board of Directors  
 Type 1 Diabetes Defense Foundation  
 Eugene, Oregon

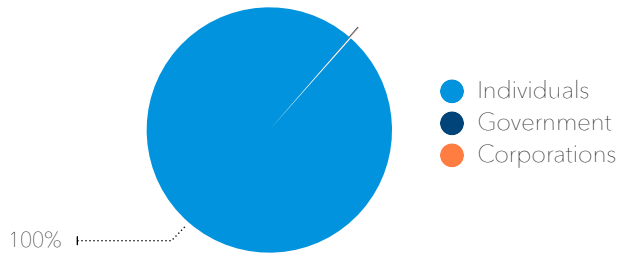
**Report on Financial Statements**

The accompanying unaudited financial statements of the Type 1 Diabetes Defense Foundation (“T1DF”) include the statement of financial position as of June 30, 2017, and the related statements of activities, functional expense and cash flow for the year then ended, with related notes to the financial statements. T1DF’s revenues for the accounting year beginning 2016, including donated services, amounted to \$17,849 and expenses to \$15,043:

**REVENUE/EXPENSES**



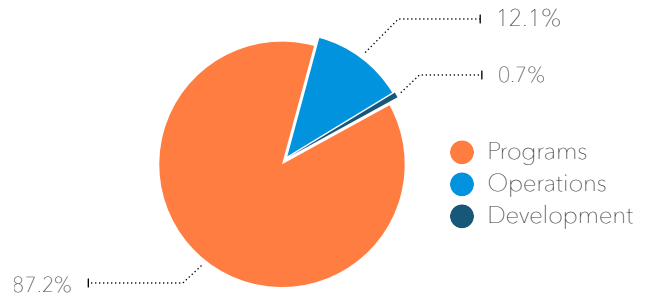
**SOURCES OF REVENUE**



**FOR EVERY \$1.00 SPENT**



**ALLOCATION OF EXPENSES**





T1DF's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America.

To the best of my knowledge, the financial statements referred to above present fairly, in all material respects, the financial position of the Type 1 Diabetes Defense Foundation as of June 30, 2017, and the results of its operations and its cash flows for the year then ended.

Julia Boss  
President

### **Attachments**

- A. Statement of Financial Position as of June 30, 2017
- B. Statement of Activities
- C. Statement of Functional Expense
- D. Cash Flow Statement
- E. Notes to Financial Statements

**About T1DF.** The Type 1 Diabetes Defense Foundation is a nonpartisan Oregon-based nonprofit 501(c)(3) dedicated to advancing equal rights and opportunities for all people with type 1 and other forms of insulin-dependent diabetes. We focus on the significant social impact of living with a condition that requires patients to make constant dosing decisions with a drug that, without careful management and constant monitoring, can kill them. T1DF strives to improve the regulatory, legal and social ecosystem essential to development and adoption of new technologies and therapies, with an explicit commitment to inclusive policies that will deliver for all Americans with diabetes, insured and uninsured, equal access to standard-of-care pharmaceuticals and equipment. **T1DF accepts no funding from the pharmaceutical, pharmacy benefit management, or insurance industries and related organizations, projects, foundations or associations.**



**Contact:**

Communications Director  
(541) 257-8878  
media@t1df.org  
[www.t1df.org](http://www.t1df.org)

**For Accounting Year**

**Ending:**

June 30, 2017

**EIN:**

61-1811400

**IRS 501(c)(3) DLN:**

26053438001837

**Oregon Registry:**

1277418-90

**Corporate Documents:**

<http://bit.ly/2gpOwEl>

STATEMENT OF FINANCIAL  
POSITION

	Total
<b>ASSETS</b>	
Current Assets	
Cash	
SELCO Business Checking Account	801
SELCO Membership Share Account	5
<b>Total Cash</b>	<b>806</b>
Accounts Receivables (Pledged Contributions)	2,000
<b>Total Current Assets</b>	<b>2,806</b>
<b>Total Assets</b>	<b>\$ 2,806</b>
<b>LIABILITIES AND NET ASSETS</b>	
Liabilities	
Accounts Payable	0
Deferred Revenue	0
<b>Total Current Liabilities</b>	<b>0</b>
Net Assets	
Temporary Restricted	0
Unrestricted	2,806
<b>Total Net Assets</b>	<b>\$2,806</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 2,806</b>





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STATEMENT OF ACTIVITIES

**For Accounting Year**  
**Ending:**  
June 30, 2017

**EIN:**  
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	Unrestricted	Temporarily Restricted	Total
<b>Revenue</b>			
Contributions	17,849	0	17,849
<b>Total Revenue</b>	<b>17,849</b>	<b>0</b>	<b>17,849</b>
<b>Expenses</b>			
Program Expenses			
Consumer Rights	12,938	0	12,938
Civil Rights	176	0	176
<b>Total Program Expenses</b>	<b>13,114</b>	<b>0</b>	<b>13,114</b>
Management and General	1,819	0	1,819
Fundraising	110	0	110
<b>Total Expenses</b>	<b>15,043</b>	<b>0</b>	<b>15,043</b>
<b>Change in Net Assets</b>	<b>2,806</b>		<b>2,806</b>
<b>Net Assets, Beginning</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>Net Assets, End</b>	<b>\$ 2,806</b>	<b>\$ 0</b>	<b>\$ 2,806</b>







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STATEMENT OF FUNCTIONAL  
EXPENSE

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<http://bit.ly/2gpOwEI>

	Program		Management and General	Fundraising	Total
	Consumer Rights	Civil Rights			
Bank service fees			9		9
Books, journal subscriptions	18				18
Branding			165		165
Conference registrations	48				48
Corporate filing fees			375		375
Court records	229				229
Miscellaneous	42		8		50
State registrations				110	110
Postage		4	101		105
Public Records Request fees		21			21
Software subscriptions			67		67
Supplies			18		18
Technical research and paralegal services	9,045				9,045
Telephone/email			171		171
Travel	36				36
Website			905		905
Writing and editorial services	3,520	151			3,671
<b>Totals</b>	<b>\$ 12,938</b>	<b>\$ 176</b>	<b>\$ 1,819</b>	<b>\$ 110</b>	<b>\$ 15,043</b>
	87%				





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CASH FLOW STATEMENT

**For Accounting Year**  
**Ending:**  
 June 30, 2017

**EIN:**  
 61-1811400

**IRS 501(c)(3) DLN:**  
 26053438001837

**Oregon Registry:**  
 1277418-90

**Corporate Documents:**  
<http://bit.ly/2gpOwEl>

	Total
<b>Cash flow from operating activities</b>	
Receipts	3,133
Contributions	3,133
<b>Total Receipts</b>	<b>3,133</b>
Cash Disbursements	2,327
<b>Net cash provided by operating activities</b>	<b>806</b>
<b>Net increase in cash</b>	<b>806</b>
Cash and cash equivalents, start of year	0
<b>Cash and cash equivalents, end of year</b>	<b>\$ 806</b>



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**NOTES TO FINANCIAL  
STATEMENTS**

**For Accounting Year**

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**Summary of Accounting Policies.**

For this reporting period, we have accounted for operating expenses on a cash basis.

No fixed assets. In the future we will record assets values at historical cost, use straight-line method of depreciation for most assets and double-declining method for computer equipment and software.

**Details Regarding Financial Statements.**

The Type 1 Diabetes Defense Foundation was re-incorporated in Oregon on December 13, 2016, with a fiscal year ending June 30. T1DF received 501(c)(3) status on February 10, 2017 (exemption retroactive to December 23, 2016). The accounting period reflected in these financial statements is from December 13, 2016, through June 30, 2017.

The Type 1 Diabetes Defense Foundation received intangible assets (including branding, design, T1DF Twitter account and Facebook page) from the former Type 1 Diabetes Defense Fund (incorporated in Washington State in 2015 and dissolved in late 2016). No dollar values have been assigned to these intangible assets.

No salaried employees. General organization management performed without compensation by T1DF's officers. T1DF uses borrowed office space and equipment.

Incorporation tasks and program activities were accomplished via donated services. T1DF gradually adopted use of a time-reporting system (Harvest) during the reporting period. Harvest-recorded time captures only approximately 10% of donated services (Charles Fournier donated dozens of hours to draft corporate documents, and hundreds of hours to the Consumer Rights Program, that are not captured here). For financial reporting purposes, we have limited reporting only to those hours captured via Harvest. Donated services were received from:

- Charles Fournier, JD. Charles Fournier is a professional claims consultant with a JD from The George Washington University Law School. He has experience with nonprofit management and compliance and knowledge of small-business law. His usual professional billing range is \$180 - \$250 per hour. He donated the following services to T1DF during the reporting period: research into Oregon regulations regarding nonprofit corporations; drafting articles of incorporation, bylaws, and policies; coordinating transfer of intangible assets from the Type 1 Diabetes Defense Fund (Washington) to the Type 1 Diabetes Defense Foundation (Oregon); research relating to consumer claims and assessing factual basis for potential legal action; selection of T1DF legal counsel; reviewing fact patterns in legal briefs. For accounting purposes, Charles's donated services have been valued at \$180 per hour for all captured hours (50.25 donated hours x \$180 = \$9,045); all of the captured hours were for the Consumer Rights Program.
- Julia Boss is a professional editor and commercial writer. Her usual professional billing range is \$55 - \$95 per hour. She donated the following services to T1DF: editing corporate documents; writing and editing T1DF research reports, press releases, website content, and media correspondence; managing T1DF social media; reviewing fact patterns in legal briefs for appropriate language and general representation of people with diabetes. For accounting purposes, Julia's donated services have been valued at \$55 per hour for all tracked hours (66.75 hours x \$55 = \$3,671); 64 of these captured hours (\$3,520.00) were for the Consumer Rights Program and 2.75 (\$151.00) for the Civil Rights Program.

### **No Contingent Liabilities.**

Costs associated with ongoing litigation in the Consumer Rights Program do not represent a contingent liability for T1DF. Legal counsel Keller Rohrback, LLP, assumes the financial risks of litigation for the three class action lawsuits under contingent retainer agreements. T1DF will not be liable for costs if the lawsuits are unsuccessful. Conversely, as an organizational plaintiff, T1DF is not entitled to share in any financial award, only to injunctive relief if granted.