

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Financial Statements

December 31, 2023

Independent Auditors' Report

Board of Trustees

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Opinion

We have audited the accompanying financial statements of The Zachary and Elizabeth M. Fisher Center for Alzheimer's Research Foundation (the "Foundation") which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Foundation as of December 31, 2023, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Foundation and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Report on Summarized Comparative Information

We have previously audited the Foundation's December 31, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated November 15, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2022 is consistent, in all material respects, with the audited financial statements from which it has been derived.

PKF O'Connor Davies, LLP

January 21, 2025

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Statement of Financial Position
December 31, 2023
(with comparative amounts at December 31, 2022)

	2023	2022
ASSETS		
Cash and cash equivalents	\$ 4,875,936	\$ 2,563,463
Pledges receivable from federated campaigns	179,012	249,173
Contributions receivable	232,977	709,366
Investments	25,704,400	26,554,595
Other assets	135,011	45,913
Security deposit	53,615	53,615
Furniture and equipment, net of accumulated depreciation of \$25,200 and \$16,664 in 2023 and 2022	39,206	20,143
Right of use asset	2,138,491	-
	\$ 33,358,648	\$ 30,196,268
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable and accrued liabilities	\$ 186,434	\$ 156,698
Grants payable, net of discount	3,970,874	9,565,217
Lease liability	2,145,881	-
Total Liabilities	6,303,189	9,721,915
Net Assets		
Without donor restrictions	26,954,613	20,294,049
With donor restrictions	100,846	180,304
Total Net Assets	27,055,459	20,474,353
	\$ 33,358,648	\$ 30,196,268

See notes to financial statements

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Statement of Activities
Year Ended December 31, 2023
(with summarized totals for the year ended December 31, 2022)

	2023			2022 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
SUPPORT AND REVENUE				
Contributions and grants	\$ 3,451,509	\$ 903,715	\$ 4,355,224	\$ 4,955,343
Bequests	4,971,384	114,064	5,085,448	2,430,555
In-kind contributions	119,442	-	119,442	136,531
Net assets released from restrictions	<u>1,097,237</u>	<u>(1,097,237)</u>	<u>-</u>	<u>-</u>
Total Support and Revenue	<u>9,639,572</u>	<u>(79,458)</u>	<u>9,560,114</u>	<u>7,522,429</u>
EXPENSES				
Program services	5,140,006	-	5,140,006	11,014,822
Management and general	1,190,088	-	1,190,088	914,012
Fundraising	<u>405,466</u>	<u>-</u>	<u>405,466</u>	<u>484,116</u>
Total Expenses	<u>6,735,560</u>	<u>-</u>	<u>6,735,560</u>	<u>12,412,950</u>
Excess (Deficiency) of Support and Revenue Over Expenses Before Non-Operating Activity	<u>2,904,012</u>	<u>(79,458)</u>	<u>2,824,554</u>	<u>(4,890,521)</u>
NON-OPERATING ACTIVITY				
Interest and dividends, net of investment advisory fees	365,086	-	365,086	325,085
Realized and unrealized appreciation (depreciation) of investments	<u>3,391,466</u>	<u>-</u>	<u>3,391,466</u>	<u>(6,426,699)</u>
Total Non-Operating Activity	<u>3,756,552</u>	<u>-</u>	<u>3,756,552</u>	<u>(6,101,614)</u>
Change in Net Assets	6,660,564	(79,458)	6,581,106	(10,992,135)
NET ASSETS				
Beginning of year	<u>20,294,049</u>	<u>180,304</u>	<u>20,474,353</u>	<u>31,466,488</u>
End of year	<u>\$ 26,954,613</u>	<u>\$ 100,846</u>	<u>\$ 27,055,459</u>	<u>\$ 20,474,353</u>

See notes to financial statements

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Statement of Functional Expenses
Year Ended December 31, 2023
(with summarized totals for the year ended December 31, 2022)

	2023			2022	
	Program Services	Management and General	Fundraising	Total	Total
Grant expenses - research	\$ 4,143,657	\$ -	\$ -	\$ 4,143,657	\$ 10,112,943
Payroll and related benefits	601,625	137,120	241,758	980,503	921,566
Magazine publication and other contracted services	263,028	-	-	263,028	317,234
Office expenses and supplies	-	73,239	17,101	90,340	19,604
Legal	-	13,278	-	13,278	34,381
Professional fees	-	176,877	36,529	213,406	209,184
Temporary help	17,854	105,247	58,049	181,150	197,023
Telephone and internet	-	19,192	7,123	26,315	20,374
Occupancy	11,655	169,644	4,935	186,234	16,246
Postage	81,611	9,460	20,468	111,539	87,235
Travel, food and lodging	-	5,635	-	5,635	6,617
Advertising (including \$119,442 and \$136,531 of in-kind for 2023 and 2022)	-	290,777	-	290,777	292,106
Insurance	-	20,955	-	20,955	17,768
Subscription, representation and credit card processing fees	4,676	73,767	18,753	97,196	84,702
Depreciation	-	8,536	-	8,536	4,402
Office repairs	-	17,485	-	17,485	-
Donations	-	152	-	152	10,000
Bad debt expense	-	16,951	-	16,951	14,574
Miscellaneous	15,900	51,773	750	68,423	46,991
Total Expenses	<u>\$ 5,140,006</u>	<u>\$ 1,190,088</u>	<u>\$ 405,466</u>	<u>\$ 6,735,560</u>	<u>\$ 12,412,950</u>

See notes to financial statements

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Statement of Cash Flows
Year Ended December 31, 2023
(with comparative amounts for the year ended December 31, 2022)

	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 6,581,106	\$(10,992,135)
Adjustments to reconcile change in net assets to net cash from operating activities		
Bad debt expense	16,951	14,574
Depreciation	8,536	4,402
Amortization of right of use asset - operating lease	186,234	-
Donation of marketable securities	(190,454)	(139,917)
Realized and unrealized (appreciation) depreciation of investments	(3,391,466)	6,426,699
Discount to present value of grants payable	115,657	192,070
Changes in operating assets and liabilities		
Pledges receivable from federated campaigns	70,161	28,717
Contributions receivable	459,438	505,922
Other assets	(89,098)	(13,880)
Security deposit	-	(53,615)
Accounts payable and accrued liabilities	29,736	13,029
Grants payable	(5,710,000)	180,873
Payments on lease liability	(178,844)	-
Net Cash from Operating Activities	(2,092,043)	(3,833,261)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from sale and maturity of investments	15,597,092	9,918,719
Purchases of investments	(11,391,217)	(9,269,111)
Change in investment cash	226,240	(317,189)
Purchase of furniture and equipment	(27,599)	(12,387)
Net Cash from Investing Activities	4,404,516	320,032
Net Change in Cash and Cash Equivalents	2,312,473	(3,513,229)
CASH AND CASH EQUIVALENTS		
Beginning of year	2,563,463	6,076,692
End of year	\$ 4,875,936	\$ 2,563,463

See notes to financial statements

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

1. Organization and Tax Status

The Zachary and Elizabeth M. Fisher Center for Alzheimer’s Research Foundation (the “Foundation”) was incorporated under the laws of the State of New York on October 24, 1995 and operates as a tax-exempt not-for-profit corporation under Section 501(c)(3) of the Internal Revenue Code. The Foundation is an exempt public foundation under Section 509(a)(1); accordingly, contributions made to the Foundation qualify for the maximum charitable deduction for federal income tax purposes.

Program Services

The Foundation was formed primarily to support research to be conducted at the Zachary and Elizabeth M. Fisher Center for Research on Alzheimer’s Disease at The Rockefeller University in New York City (the “Research Center”), for the purpose of finding the cause(s) and developing a cure for Alzheimer’s disease. In addition, the Foundation’s objectives are:

- To solicit support for its charitable purpose from the general public and governmental agencies; to receive, hold, and administer funds, securities, gifts and bequests; and to use, disburse or donate the income and principal thereof, exclusively for charitable, scientific and educational purposes.
- To provide a source of funding for research activities into the cause, cure and/or care of Alzheimer’s disease sufferers at other research facilities.

Management and General

Management and general expenses consist of the costs associated with the direction of the overall affairs of the Foundation, including finance, accounting and administrative services.

Fundraising

Fundraising expenses consist of the costs associated with the direct solicitation of contributions to the Foundation.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements have been prepared using the accrual basis of accounting and conform to accounting principles generally accepted in the United States of America (“U.S. GAAP”) as applicable to not-for-profit organizations.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingencies, if any, at the date of the financial statements, and the reported amounts of support and revenue and expenses during the period then ended. Actual results could differ from those estimates.

Fair Value Measurements

The Foundation follows U.S. GAAP guidance on *Fair Value Measurements* which defines fair value and establishes a fair value hierarchy organized into three levels based upon the input assumptions used in pricing assets. Level 1 inputs have the highest reliability and are related to assets with unadjusted quoted prices in active markets. Level 2 inputs relate to assets with other than quoted prices in active markets which may include quoted prices for similar assets or liabilities or other inputs which can be corroborated by observable market data. Level 3 inputs are unobservable inputs and are used to the extent that observable inputs do not exist.

Cash and Cash Equivalents

The Foundation considers all cash deposited with banks and short-term investments with a maturity of three months or less at the time of purchase to be cash equivalents, except cash managed as a component of the Foundation's investment portfolio.

Measure of Operations

The Foundation includes in its measure of operations all revenues and expenses that are an integral part of its program and supporting activities and excludes investment return including realized and unrealized gains and losses within the investment portfolio.

Contributions and Pledges Receivable

Contributions, including unconditional commitments to give, are recorded as made or pledged at their fair value using a present value technique. Pledges receivable represent contribution commitments made by various individuals who annually elect to participate in a payroll deduction program at their place of employment. The contributions are deducted from the employee payroll checks and remitted to the Foundation on a monthly basis. All pledges are expected to be received within the two year period following the year in which the pledge is made. All contributions are available for use without donor restrictions unless specifically restricted by the donor.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Contributions and Pledges Receivable (continued)

Contributions received and unconditional promises to give are measured at their net realizable values and are classified as support without or with donor restrictions. Unconditional promises to give due in subsequent years are recorded at their net present value of estimated future cash flows using present value techniques with risk-adjusted interest rates.

Allowance for Uncollectible Pledges

An allowance for uncollectible pledges is estimated based on a combination of collection history and aging analysis. Management has recorded bad debt expense for pledges where collections are doubtful. The remaining pledges receivable are considered collectible and accordingly no allowance for uncollectible pledges is deemed necessary at December 31, 2023 and 2022.

Investments Valuation and Income Recognition

Investments, other than certificates of deposit and temporary cash investments, are carried at fair value. Cash investments are valued at cost plus accrued interest. Purchases and sales of securities are recorded on a trade-date basis. Interest income is recorded on the accrual basis and dividends are recorded on the ex-dividend date. Realized and unrealized gains and losses are included in the determination of the change in net assets.

Furniture and Equipment

Furniture and equipment are carried at cost and depreciated on a straight-line basis over the estimated useful lives of the assets, which is generally five years. Purchases of \$400 or less are expensed. The Foundation charges repairs and maintenance to expense as incurred.

Net Assets

The Foundation's net assets and changes therein are classified as without or with donor restrictions based on the existence or absence of donor-imposed restrictions. Net assets without donor restrictions are those that are not subject to donor-imposed stipulations. Net assets with donor restrictions represent contributions with donor-imposed stipulations that either expire by the passage of time or can be fulfilled and removed by actions of the Foundation pursuant to these stipulations. When a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restriction.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Functional Allocation of Expenses

The Foundation allocates its expenses on a functional basis among its various programs and support services. Expenses that can be identified with a specific program or support service are recorded according to their natural expenditure classification; these expenses include grant expenses – research and magazine publication and other contracted services. Costs that are common to several functions are allocated among the program and supporting services based on time and effort records and estimates made by the Foundation’s management; these include payroll and related benefits, and subscription, representation and credit card processing fees.

In-kind Contributions

Contributions of donated non-cash assets are recorded at their fair values in the period received. Contributions of donated services that create or enhance non-financial 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, are recorded at their fair values in the period received.

In-kind contributions consist of advertising of \$119,442 and \$136,351 for the years ended December 31, 2023 and 2022. Valuation is based on current rates for similar services, is utilized for general and administrative purposes and is without donor restrictions.

Advertising Costs

Advertising costs are expensed as incurred. Total advertising costs for 2023 and 2022 were \$290,777 and \$292,106.

Accounting for Uncertainty in Income Taxes

The Foundation recognizes the effect of income tax positions only if those positions are more likely than not to be sustained. Management has determined that the Foundation had no uncertain tax positions that would require financial statement recognition or disclosure. The Foundation is no longer subject to examinations by the applicable taxing jurisdictions for tax years prior to 2020.

Leases

The Foundation leases office space and determines if an arrangement is a lease at inception. Operating leases are included in operating lease ROU asset and lease liability on the accompanying statement of financial position.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

2. Summary of Significant Accounting Policies (continued)

Leases (continued)

ROU asset represents the right to use an underlying asset for the lease term and lease liabilities represent the obligation to make lease payments arising from the lease. Operating lease ROU assets and liabilities are recognized at the lease commencement date based on the present value of lease payments over the lease term. When leases do not provide an implicit borrowing rate, the Foundation uses borrowing or loan related interest rates based on the information available at the commencement date in determining the present value of lease payments. The operating lease ROU asset includes any lease payments made and excludes lease incentives. The lease terms may include options to extend the lease and when it is reasonably certain that the Foundation will exercise that option, such amounts are included in ROU asset and lease liability. Lease expense for the lease payments is recognized on a straight-line basis of the lease term. The Foundation’s lease agreement does not contain any material residual value guarantees or material restrictive covenants.

Subsequent Events

Management has evaluated subsequent events for disclosure and/or recognition in the financial statements through the date that the financial statements were available to be issued, which date is January 21, 2025.

Prior Year Information

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with U.S. GAAP. Accordingly, such information should be read in conjunction with the Foundation’s financial statements as of and for the year ended December 31, 2022 from which the summarized comparative information was derived.

3. Credit Risk Concentration

Financial instruments that potentially subject the Foundation to significant concentrations of credit risk consist primarily of cash and cash equivalents, investments, pledges and contributions receivable. Pledges and contributions receivable are expected to be collected in the normal course of business. Cash and cash equivalents held at financial institutions are insured by the Federal Deposit Insurance Corporation (“FDIC”) up to \$250,000.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

3. Credit Risk Concentration (continued)

Investment holdings are insured by the Securities Investor Protection Corporation (“SIPC”) up to \$500,000 (\$250,000 for cash holdings). At times balances may exceed the FDIC and/or the SIPC limit.

The Foundation received a bequest from one donor which accounted for approximately 35% and 15% of total support and revenue for the years ended December 31, 2023 and 2022.

4. Pledges Receivable from Federated Fund-Raising Agreements

The Foundation has agreements with various federated campaigns across the United States to participate in solicitations for contributions from employees of businesses and industrial communities. The amount the Foundation recognizes as support from these federated campaigns is based primarily upon formulas contained in these agreements, net of the federated campaigns’ fundraising expenses.

During 2023 and 2022, \$100,846 and \$180,304 was estimated to be pledged through federated campaigns. These amounts have been recorded as contribution revenue in the statement of activities and are expected to be fully collected.

Pledges receivable from current and prior year federated campaigns at December 31, 2023 and 2022 amounted to \$179,012 and \$249,173 and are due within one year.

5. Investments and Investment Return

All of the Foundation’s investments, other than certificates of deposit and temporary cash investments, bought, sold and held were valued using Level 1 inputs under the fair value hierarchy. Investments consist of the following at December 31:

	2023	2022
Measured at Fair Value		
Equity securities	\$ 16,336,323	\$ 15,593,156
Fixed income securities	399,320	495,393
Mutual funds and exchange-traded funds	8,069,325	8,000,587
Real estate investment trusts	159,467	283,958
Total at Fair Value	24,964,435	24,373,094
Cash Investments, at Cost Plus Accrued Interest		
Temporary cash investments	739,965	966,205
Certificates of deposit	-	1,215,296
Total Investments	\$ 25,704,400	\$ 26,554,595

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

5. Investments and Investment Return (continued)

Investment return for 2023 and 2022 consists of the following:

	2023	2022
Interest and dividends	\$ 489,256	\$ 497,623
Net realized and unrealized (depreciation) appreciation	3,391,466	(6,426,699)
Direct investment advisory fees	(124,170)	(172,538)
	\$ 3,756,552	\$ (6,101,614)

6. Grants Payable

In October 2016, the Foundation entered into a gift agreement to provide \$5 million to The Research Center to establish the Paul Greengard Professorship in Neuroscience to recognize Nobel Laureate Dr. Paul Greengard, Director of the Fisher Center for Alzheimer’s Research. The purpose of the Greengard Professorship was to ensure a continued commitment to the outstanding research by the Fisher Center for Alzheimer’s Research Laboratory. The gift was to be fulfilled over a seven-year period, with the first payment made in 2017. The grant payable balance was paid in full during the year ended December 31, 2023.

In 2021, the Foundation entered into several gift agreements to provide approximately \$13.5 million to The Rockefeller University and other grantees for various research initiatives, including continued funding for The Rockefeller University’s Laboratory, research for neurodegenerative diseases and neuroscience diseases in order to ensure continued commitment to the outstanding research by the Fisher Center for Alzheimer’s Research Laboratory. These gifts will be fulfilled over a five-year period, with the first payments made in 2021. The grant payable balance, net of discount at December 31, 2023 was \$2,970,874.

In 2022, the Foundation entered into a gift agreement to provide \$5 million to The Rockefeller University for research for neurodegenerative diseases – drug discovery resource to ensure continued commitment to the outstanding research by the Fisher Center for Alzheimer’s Research Laboratory. This gift will be fulfilled over a three-year period, with the first payment made in 2022. The grant payable balance at December 31, 2023 was \$1,000,000.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Notes to Financial Statements
December 31, 2023

6. Grants Payable (continued)

The Foundation recorded grants payable, net of discounts to present value, for these commitments. Gross payments due in 2025 and later, were discounted to present value using a discount rate of 3.00%. Grants payable in the accompanying statements of financial position are due as follows at December 31:

	2023	2022
Less than one year	\$ 3,000,000	\$ 5,710,000
From one to four years	1,000,000	4,000,000
	4,000,000	9,710,000
Discount to present value	(29,126)	(144,783)
Total	\$ 3,970,874	\$ 9,565,217

7. Net Assets with Donor Restrictions

Changes in net assets with donor restrictions consist of the following during 2023 and 2022:

Purpose / Restriction	Balance at December 31, 2022	Additions	Releases	Balance at December 31, 2023
Research	\$ -	\$ 916,933	\$ (916,933)	\$ -
Time restrictions	180,304	100,846	(180,304)	100,846
	\$ 180,304	\$ 1,017,779	\$ (1,097,237)	\$ 100,846

Purpose / Restriction	Balance at December 31, 2021	Additions	Releases	Balance at December 31, 2022
Research	\$ -	\$ 870,614	\$ (870,614)	\$ -
Time restrictions	198,587	180,304	(198,587)	180,304
	\$ 198,587	\$ 1,050,918	\$ (1,069,201)	\$ 180,304

8. Retirement Plan

The Foundation has a 401(k) plan for all eligible full time employees. Plan expense for 2023 and 2022 amounted to \$46,139 and \$39,340.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer’s Research Foundation**

Notes to Financial Statements
December 31, 2023

9. Liquidity and Availability of Financial Assets

The Foundation’s financial assets and resources available to meet cash needs for general expenditures within one year of the date of the statement of financial position were as follows at December 31:

	2023	2022
Financial assets:		
Cash and cash equivalents	\$ 4,875,936	\$ 2,563,463
Pledges receivable from federated campaigns	179,012	249,173
Contributions receivable	232,977	709,366
Investments	25,704,400	26,554,595
Total Financial Assets	30,992,325	30,076,597
Less donor restricted amounts	(100,846)	(180,304)
Add next year's release of donor restrictions	100,846	180,304
Financial Assets Available to Meet Cash Needs for General Expenditure Within One Year	\$ 30,992,325	\$ 30,076,597

The Foundation relies primarily on contributions and grants and investment income to cover annual expenses.

10. Commitments and Contingencies

Operating Lease

The Foundation signed a lease arrangement for office space in New York City and took possession of the property and commenced lease payments in April 2023 for a term of eleven years. Future minimum lease commitments for years one through five will be approximately \$239,000 per annum. Future minimum lease commitments for the remainder of the lease term will be approximately \$257,000 per annum.

Occupancy expense was approximately \$186,000 and \$16,000 for the years ended December 31, 2023 and 2022.

**The Zachary and Elizabeth M. Fisher
Center for Alzheimer's Research Foundation**

Notes to Financial Statements
December 31, 2023

10. Commitments and Contingencies (continued)

Operating Lease (continued)

The ROU asset and corresponding liability associated with future lease payments on the above noted leases as of December 31 are shown below:

ROU asset	\$ 2,138,491
Lease liability	2,145,881
Weighted average:	
Discount rate	3.46%
Remaining lease term in years	10.25

The ROU asset is net of \$129,299 accumulated amortization at December 31, 2023.

Future annual minimum lease commitments under these leases are as follows for years ending December 31:

2024	\$ 238,458
2025	238,458
2026	238,458
2027	238,458
2028	252,007
Thereafter	<u>1,346,746</u>
Total undiscounted operating lease payments	2,552,585
Less: imputed interest	<u>(406,704)</u>
Present value of operating lease liabilities	<u>\$ 2,145,881</u>

Supplemental cash flow information related to operating leases was as follows for the year ended December 31, 2023:

Cash paid for amounts included in the measurement of operating lease liabilities	\$ 121,910
ROU assets recognized upon adoption of new lease guidance	2,267,790

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