

COALITION FOR SAFE MINDS  
TYRONE, GEORGIA

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FINANCIAL REPORT  
FOR THE YEARS ENDED  
DECEMBER 31, 2007 AND 2006



**REGARDIE, BROOKS & LEWIS**  
CHARTERED  
CONSULTANTS & CERTIFIED PUBLIC ACCOUNTANTS

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# REGARDIE, BROOKS & LEWIS

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## INDEPENDENT AUDITOR'S REPORT

September 5, 2008

To the Board of Directors  
Coalition for Safe Minds  
Tyrone, Georgia

We have audited the accompanying statements of assets and net assets - cash basis of Coalition for Safe Minds as of December 31, 2007 and 2006, and the related statements of support, revenues, and expenses - cash basis for the years then ended. These financial statements are the responsibility of the Coalition's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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 financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Coalition's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 2, these financial statements were prepared on the cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and net assets of Coalition for Safe Minds as of December 31, 2007 and 2006, and its support, revenue, and expenses for the years then ended on the basis of accounting described in Note 2.

Our audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The schedules of functional expenses on page 6 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

*Regardie, Brooks & Lewis*

Certified Public Accountants

COALITION FOR SAFE MINDS  
TYRONE, GEORGIA

STATEMENTS OF ASSETS AND NET ASSETS - CASH BASIS

	December 31,	
	<u>2007</u>	<u>2006</u>
<u>Assets:</u>		
Cash	<u>\$ 271,401</u>	<u>\$ 32,093</u>
 <u>Net assets:</u>		
Unrestricted	<u>\$ 271,401</u>	<u>\$ 32,093</u>

See the accompanying independent auditor's report.  
The accompanying notes are an integral part of these financial statements.

*REGARDIE, BROOKS & LEWIS*

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COALITION FOR SAFE MINDS  
TYRONE, GEORGIA

STATEMENTS OF SUPPORT, REVENUES, AND EXPENSES - CASH BASIS

	Years ended December 31,	
	2007	2006
<u>Changes in net assets:</u>		
Support and Revenues:		
Contributions	\$ 415,090	\$ 148,661
Grants	-	203,654
Special fundraising events	31,573	8,941
Interest income	1,386	12
Miscellaneous income	828	-
Total support and revenues	448,877	361,268
Expenses:		
Program services:		
Research	113,179	235,448
Public Education - Website/Press releases	24,482	70,305
Conferences	3,834	20,813
Public Education and awareness	34,384	3,732
Total	175,879	330,298
Supporting services:		
Administrative	9,167	19,259
Fundraising	24,523	13,477
Total expenses	209,569	363,034
Change in net assets	239,308	( 1,766)
Net assets at beginning of year	32,093	33,859
Net assets at end of year	\$ 271,401	\$ 32,093

See the accompanying independent auditor's report.  
The accompanying notes are an integral part of these financial statements.

*REGARDIE, BROOKS & LEWIS*

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## COALITION FOR SAFE MINDS

### NOTES TO FINANCIAL STATEMENTS

1 - Organization data.

The Coalition was incorporated on October 24, 2000. Its general objective is to foster and promote scientific research relating to understanding the biological basis and development of treatments for neurological and immune system disorders induced by mercury exposure.

2 - Significant accounting policies.

A. Basis of accounting:

The accompanying financial statements have been prepared on the cash receipts and disbursements basis of accounting. Under this basis, the only asset recognized is cash, and no liabilities are recognized. All transactions are recognized as either cash receipts or disbursements, and noncash transactions are not recognized. The cash basis differs from accounting principles generally accepted in the United States of America primarily because the effects of outstanding promises to give and obligations for expenses unpaid at the date of the financial statement are not included in the financial statement.

B. Contributed services:

A number of volunteers have made significant contributions of their time to help programs, raise operating funds, and administer the operation of the Coalition. The value of this contributed time is not reflected in these financial statements since it is not susceptible to objective measurement or valuation.

C. Functional allocation of expenses:

The cost of providing the Coalition's various programs and supporting services has been summarized on a functional basis in the financial statement of support, revenues, and expenses. Certain costs have been allocated among the programs and supporting services benefitted.

3 - Tax status.

The Coalition is organized as a nonprofit organization and is exempt from Federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code, except for taxes on unrelated business income. The Coalition did not engage in any unrelated business income activities during 2007 and 2006. In addition, the Coalition qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

COALITION FOR SAFE MINDS

NOTES TO FINANCIAL STATEMENTS

4 - Description of programs.

Research:

The Coalition has funded research in the area of mercury toxicity during 2007 and 2006.

Public education - Website/Press releases:

The Coalition has established their website to make accurate information on mercury toxicity available to the public. The Coalition regularly issues press releases to assist in disseminating information on mercury toxicity to the public and has published papers on mercury toxicity issues in 2007 and 2006.

Conferences:

The Coalition's representatives speak at or attend conferences where folders with articles about the Coalition's mission are distributed to the public.

Public education and awareness:

The Coalition educates government agencies, legislators, manufacturers, and retailers on the scientific research regarding mercury in medicines.

5 - Contributions.

During 2007 and 2006, the Coalition received approximately 96% and 67% of its contributions from one contributor, which is a tax-exempt organization.

6 - Federal grants.

Beginning in 2004, the Coalition received two grants from the Department of Health and Human Services totaling \$246,646. During 2006, work under both grants was completed and all available funds under these grants were expended.

7 - Concentration of credit risk.

Financial instruments that potentially subject the Coalition to concentration of credit risk consist of cash in excess of FDIC limits. As of December 31, 2007, the Coalition has \$194,301 in excess of this limit.

