

## *Report From the Treasurer*

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Powered by the commitment of our donors, the Muscular Dystrophy Association's research and services programs provided steady beacons of hope to individuals and families affected by neuromuscular diseases in 2010.

The Association spent more than 77 cents of every dollar on program services in 2010. Patient and community services accounted for approximately 43 cents; research, 21 cents; and professional and public health education, 13 cents.

MDA volunteers, sponsors, researchers and staff worked tirelessly to advance the fight against more than 40 forms of muscle disease. Confronted by a weak economy throughout 2010, the Association continued to review and streamline costs, while implementing effective, creative strategies to maintain and enhance the quality of its programs.

The financial statements of MDA for the year ended December 31, 2010, were prepared in accordance with accounting principles generally accepted in the United States for not-for-profit organizations. Ernst & Young LLP, our indepen-

dent auditors, issued an unqualified opinion on our financial statements. Following are condensed statements of financial position and activities that were derived from our 2010 audited financial statements. For a copy of the complete financial statements and the report of our independent auditors, contact the Finance Department at MDA National Headquarters, 3300 E. Sunrise Drive, Tucson, Arizona, 85718.

A handwritten signature in black ink that reads "Suzanne Lowden". The signature is fluid and cursive, with a large loop at the end of the last name.

Suzanne Lowden  
Treasurer  
Muscular Dystrophy Association  
July 16, 2011

## Statement of Financial Position

December 31, 2010

### Assets

Cash and cash equivalents	\$ 21,809,108
Contributions receivable, net of allowance for doubtful accounts of \$450,000	5,917,002
Prepaid expenses and other assets	3,158,123
Investments	75,354,127
Fixed assets, net	14,984,610
<b>Total assets</b>	<b>\$ 121,222,970</b>

### Liabilities and net assets

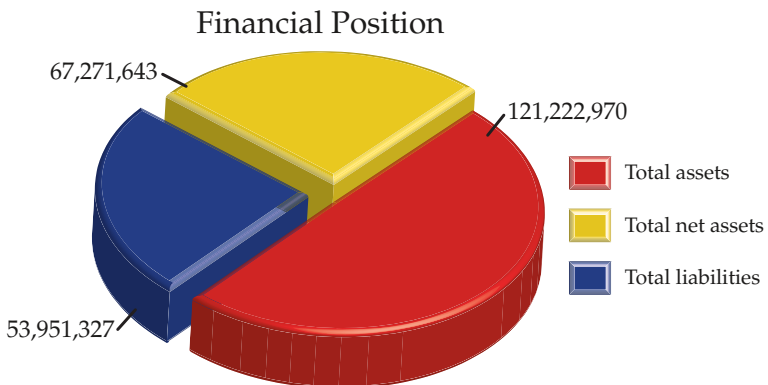
#### Liabilities:

Accounts payable and accrued expenses	\$ 7,779,948
Research awards, grants and fellowships payable	26,132,145
Pension and post-retirement plan obligations	20,039,234
<b>Total liabilities</b>	<b>53,951,327</b>

#### Net assets:

##### Unrestricted:

Available for program and supporting services	51,129,412
Net investment in fixed assets	14,984,610
Temporary restricted	1,157,621
<b>Total net assets</b>	<b>67,271,643</b>
<b>Total liabilities and net assets</b>	<b>\$ 121,222,970</b>



## Statement of Activities – Revenue

Year Ended December 31, 2010

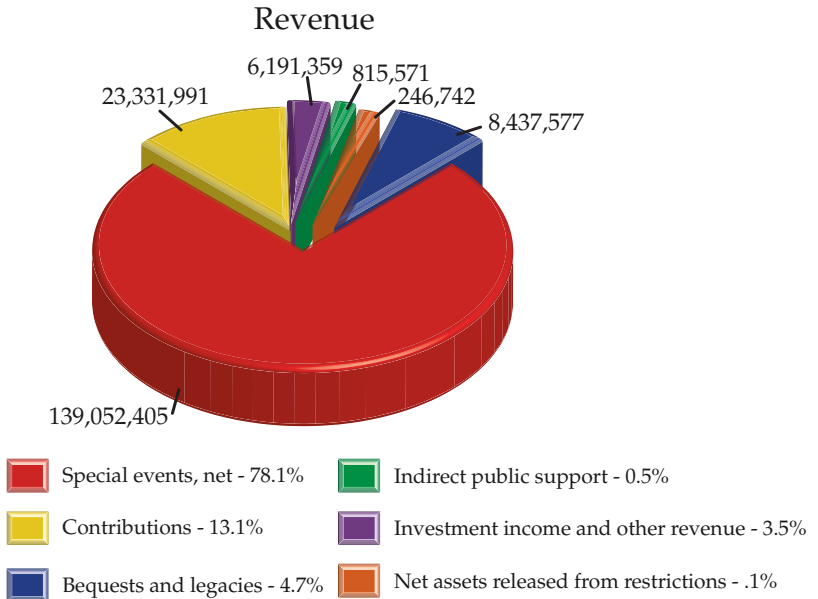
**Public support:**

Received directly:

Special events, including Telethon	\$ 173,367,689
Less fundraising direct benefit costs	(34,315,284)
Special events, net	139,052,405
Contributions	23,331,991
Bequests and legacies	8,437,577
Total received directly	170,821,973

Received indirectly:

Combined Federal Campaign and Combined Health Appeals	815,571
Total revenue from the public	171,637,544
Investment income and other revenue	6,191,359
Total unrestricted revenue	\$ 177,828,903
Net assets release from restrictions	246,742
Total unrestricted revenue and support	\$ 178,075,645



## Statement of Activities – Expenses

Year Ended December 31, 2010

**Program services:**

Patient and community services, net of third-party reimbursements of \$854,570	\$ 77,263,235
Research	38,743,491
Professional and public health education	23,222,445
<b>Total program services</b>	<b>139,229,171</b>

**Supporting services:**

Fundraising	26,106,112
Management and general	14,407,973
<b>Total supporting services</b>	<b>40,514,085</b>
<b>Total expenses</b>	<b>179,743,256</b>

Decrease in unrestricted net assets from operations	(1,667,611)
Changes in unrecognized benefit plan costs	(5,314,996)
Decrease in unrestricted net assets	(6,982,607)
Net assets released from restrictions	(246,742)
Decrease in net assets	(7,229,349)
Net assets, beginning of year	74,500,992
Net assets, end of year	<b>\$ 67,271,643</b>

