



KESSLER ORLEAN SILVER  
CERTIFIED PUBLIC ACCOUNTANTS

**Alzheimer's Disease International**

**Financial Statements**

**June 30, 2015 and 2014**

# Alzheimer's Disease International

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## **Independent Auditor's Report**

To the Board of Directors  
Alzheimer's Disease International  
London, SE1 0BL United Kingdom

We have audited the accompanying financial statements of Alzheimer's Disease International (a not-for-profit corporation), which comprise the statement of financial position as of June 30, 2015 and the related statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements.

### **Management's Responsibility for the Financial Statements**

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; this includes 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.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the 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 entity'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 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 2015 financial statements referred to above present fairly, in all material respects, the financial position of Alzheimer's Disease International as of June 30, 2015 and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

## **Prior Period Financial Statements**

The financial statements as of June 30, 2014, were audited by Ruzicka & Associates, Ltd., who merged with Kessler, Orlean, Silver & Company, P.C., as of December 1, 2014, and whose report dated March 23, 2015, expressed an unmodified opinion on these statements.

Respectfully submitted,

*Kessler, Orlean, Silver & Company, P.C.*

**Kessler, Orlean, Silver & Company, P.C.**  
Certified Public Accountants

Deerfield, Illinois  
March 15, 2016

# Alzheimer's Disease International

## Statements of Financial Position

June 30, 2015 and 2014

	2015			2014		
	Unrestricted	Temporarily Restricted	Total	Unrestricted	Temporarily Restricted	Total
	<b>Assets</b>					
<b>Current Assets</b>						
Cash	\$ 293,312	\$ -	\$ 293,312	\$ 224,255	\$ -	\$ 224,255
Accounts Receivable	3,161	-	3,161	305,407	-	305,407
Due from Conference	130,308	-	130,308	75,787	-	75,787
Grants and Contributions Receivable - Net of Allowance for Uncollectible Accounts of \$10,000 for 2015 and \$0 for 2014	-	427,223	427,223	-	310,523	310,523
Prepaid Expenses and Others	67,907	-	67,907	106,466	-	106,466
<b>Total Current Assets</b>	<b>494,688</b>	<b>427,223</b>	<b>921,911</b>	<b>711,915</b>	<b>310,523</b>	<b>1,022,438</b>
<b>Property and Equipment</b>						
Furniture & Equipment	40,620	-	40,620	50,415	-	50,415
Less Accumulated Depreciation	(36,209)	-	(36,209)	(46,135)	-	(46,135)
<b>Net Property and Equipment</b>	<b>4,411</b>	<b>-</b>	<b>4,411</b>	<b>4,280</b>	<b>-</b>	<b>4,280</b>
<b>Other Assets</b>						
Interfund Balance	(48,197)	48,197	-	(125,406)	125,406	-
<b>Total Assets</b>	<b>\$ 450,902</b>	<b>\$ 475,420</b>	<b>\$ 926,322</b>	<b>\$ 590,789</b>	<b>\$ 435,929</b>	<b>\$ 1,026,718</b>
	<b>Liabilities and Net Assets</b>					
<b>Current Liabilities</b>						
Accounts Payable and Accrued Liabilities	\$ 254,258	\$ -	\$ 254,258	\$ 487,464	\$ -	\$ 487,464
<b>Total Current Liabilities</b>	<b>254,258</b>	<b>-</b>	<b>254,258</b>	<b>487,464</b>	<b>-</b>	<b>487,464</b>
<b>Net Assets</b>	<b>196,644</b>	<b>475,420</b>	<b>672,064</b>	<b>103,325</b>	<b>435,929</b>	<b>539,254</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 450,902</b>	<b>\$ 475,420</b>	<b>\$ 926,322</b>	<b>\$ 590,789</b>	<b>\$ 435,929</b>	<b>\$ 1,026,718</b>

See accompanying notes to the financial statements.

## Alzheimer's Disease International

### Statements of Activities and Changes in Net Assets

For the Years Ended June 30, 2015 and 2014

	2015				2014			
	Unrestricted Funds	Temporarily Restricted Funds	Total	Percent of Support & Revenue	Unrestricted Funds	Temporarily Restricted Funds	Total	Percent of Support & Revenue
<b>Support and Revenue</b>								
Dues	\$ 409,594	\$ -	\$ 409,594	17.36%	\$ 381,075	\$ -	\$ 381,075	22.24%
Contributions and Grants	265,799	826,809	1,092,608	46.32%	393,661	492,354	886,015	51.70%
Conference Revenue	872,833	-	872,833	37.00%	448,924	-	448,924	26.19%
Interest and Other	95	-	95	0.00%	9,797	-	9,797	0.57%
In - Kind Contributions	13,790	-	13,790	0.58%	13,798	-	13,798	0.81%
Gain (Loss) on Currency Exchange Transactions	(29,858)		(29,858)	-1.27%	(25,813)		(25,813)	-1.51%
Net Assets Released from Restrictions: Satisfaction of Program Restrictions	787,318	(787,318)	-	0.00%	721,266	(721,266)	-	0.00%
 Total Support and Revenue and Assets Released from Restrictions	<u>2,319,571</u>	<u>39,491</u>	<u>2,359,062</u>	<u>100.00%</u>	<u>1,942,708</u>	<u>(228,912)</u>	<u>1,713,796</u>	<u>100.00%</u>
<b>Expenses</b>								
Program Services								
Conference	912,559	-	912,559	38.68%	801,073	-	801,073	46.74%
Information	57,948	-	57,948	2.46%	66,525	-	66,525	3.88%
Member Support and Development	358,324	-	358,324	15.19%	515,733	-	515,733	30.09%
Promotion	655,870	-	655,870	27.80%	682,386	-	682,386	39.82%
Research	13,920	-	13,920	0.59%	16,525	-	16,525	0.96%
 Total Program Services	<u>1,998,622</u>	<u>-</u>	<u>1,998,622</u>	<u>84.72%</u>	<u>2,082,242</u>	<u>-</u>	<u>2,082,242</u>	<u>121.50%</u>
Support Services								
General and Administration	142,049	-	142,049	6.02%	106,359	-	106,359	6.21%
Fund Raising	85,582	-	85,582	3.63%	101,091	-	101,091	5.90%
 Total Support Services	<u>227,630</u>	<u>-</u>	<u>227,630</u>	<u>9.65%</u>	<u>207,450</u>	<u>-</u>	<u>207,450</u>	<u>12.10%</u>
 Total Expenses	<u>2,226,252</u>	<u>-</u>	<u>2,226,252</u>	<u>94.37%</u>	<u>2,289,692</u>	<u>-</u>	<u>2,289,692</u>	<u>133.60%</u>
<b>Change in Net Assets</b>	93,319	39,491	132,810	5.63%	(346,984)	(228,912)	(575,896)	-33.60%
<b>Net Assets, Beginning of Year</b>	<u>103,325</u>	<u>435,929</u>	<u>539,254</u>		<u>450,309</u>	<u>664,841</u>	<u>1,115,150</u>	
<b>Net Assets, End of Year</b>	<u>\$ 196,644</u>	<u>\$ 475,420</u>	<u>\$ 672,064</u>		<u>\$ 103,325</u>	<u>\$ 435,929</u>	<u>\$ 539,254</u>	

See accompanying notes to the financial statements.

# Alzheimer's Disease International

## Statement of Functional Expenses

For the Year Ended June 30, 2015

	2015								Percent of Total
	Program Services					Support Services			
	Conference	Information	Member Support & Development	Promotion & Awareness	Research	General Administration	Fund Raising	Total	
Salaries and Related Expenses	\$ 62,640	\$ 35,316	\$ 102,305	\$ 190,425	\$ 12,137	\$ 81,827	\$ 70,233	\$ 554,883	24.92%
Grants to Members	2,000	-	65,285	2,500	-	-	-	69,785	3.13%
Regional Office Support	-	-	118,928	-	-	-	-	118,928	5.34%
Dues Forgiveness - Hardship	-	-	1,614	-	-	-	-	1,614	0.07%
Occupancy	5,799	3,269	9,514	17,770	1,123	5,833	6,534	49,842	2.24%
Printing	608	9,727	281	48,192	49	7,642	921	67,420	3.03%
Postage and Delivery	4,780	7,452	67	18,471	11	2,966	82	33,829	1.52%
Insurance	191	95	318	572	32	1,778	191	3,177	0.14%
Office Expense and Miscellaneous	1,636	396	1,763	2,827	131	7,391	2,557	16,701	0.75%
Telephone and Internet	1,123	375	1,249	3,324	125	6,996	818	14,010	0.63%
Professional Fees	113,852	1,058	2,306	158,169	223	12,477	1,337	289,422	13.00%
Bad Debt	-	-	-	-	-	13,472	-	13,472	0.61%
Conferences and Meetings Including Travel and Accommodations	719,567	56	54,102	212,518	19	1,051	2,502	989,815	44.46%
 Total Expenses Before Depreciation	 912,196	 57,744	 357,732	 654,768	 13,850	 141,433	 85,175	 2,222,898	 99.85%
Depreciation	363	204	592	1,102	70	616	407	3,354	0.15%
 <b>Total</b>	 <b>\$ 912,559</b>	 <b>\$ 57,948</b>	 <b>\$ 358,324</b>	 <b>\$ 655,870</b>	 <b>\$ 13,920</b>	 <b>\$ 142,049</b>	 <b>\$ 85,582</b>	 <b>\$ 2,226,252</b>	 <b>100.00%</b>
 <b>Percent of Total</b>	 <b>40.99%</b>	 <b>2.60%</b>	 <b>16.10%</b>	 <b>29.46%</b>	 <b>0.63%</b>	 <b>6.38%</b>	 <b>3.84%</b>	 <b>100.00%</b>	

See accompanying notes to the financial statements.

## Alzheimer's Disease International

### Statement of Functional Expenses

For the Year Ended June 30, 2014

	2014								Percent of Total
	Program Services					Support Services			
	Conference	Information	Member Support & Development	Promotion & Awareness	Research	General Administration	Fund Raising	Total	
Salaries and Related Expenses	\$ 69,771	\$ 38,230	\$ 106,654	\$ 203,558	\$ 14,394	\$ 65,681	\$ 81,157	\$ 579,445	25.31%
Grants to Members	17,779	-	133,021	42,708	-	-	-	193,508	8.45%
Regional Office Support	-	-	77,316	-	-	-	-	77,316	3.38%
Dues Forgiveness - Hardship	-	-	13,732	-	-	-	-	13,732	0.60%
Occupancy	5,983	3,369	9,121	16,810	1,181	5,911	6,512	48,887	2.14%
Printing	64,090	12,682	134	51,006	-	1,689	2,025	131,626	5.75%
Postage and Delivery	857	9,532	4,966	14,673	-	913	-	30,941	1.35%
Insurance	380	214	580	1,069	75	376	414	3,108	0.14%
Office Expense and Miscellaneous	42,384	1,208	5,522	6,985	423	4,314	3,379	64,215	2.80%
Telephone and Internet	2,470	962	2,899	6,575	337	2,873	1,884	18,000	0.79%
Professional Fees	191,097	-	26,752	106,418	-	13,814	-	338,081	14.77%
Bad Debt	-	-	-	-	-	1,744	-	1,744	0.08%
Conferences and Meetings Including Travel and Accommodations	405,680	-	134,148	230,948	-	8,469	5,086	784,331	34.25%
 Total Expenses Before Depreciation	 800,491	 66,197	 514,845	 680,750	 16,410	 105,784	 100,457	 2,284,934	 99.79%
Depreciation	582	328	888	1,636	115	575	634	4,758	0.21%
 <b>Total</b>	 <b>\$ 801,073</b>	 <b>\$ 66,525</b>	 <b>\$ 515,733</b>	 <b>\$ 682,386</b>	 <b>\$ 16,525</b>	 <b>\$ 106,359</b>	 <b>\$ 101,091</b>	 <b>\$ 2,289,692</b>	 <b>100.00%</b>
 <b>Percent of Total</b>	 <b>34.99%</b>	 <b>2.91%</b>	 <b>22.52%</b>	 <b>29.80%</b>	 <b>0.72%</b>	 <b>4.65%</b>	 <b>4.42%</b>	 <b>100.00%</b>	

See accompanying notes to the financial statements.



**Alzheimer's Disease International**  
**Statements of Cash Flows**  
**For the Years Ended June 30, 2015 and 2014**

	<b>2015</b>	<b>2014</b>
<b>Cash Flows from Operating Activities</b>		
Increase (Decrease) in Net Assets	\$ 132,810	\$ (575,896)
<u>Adjustments to Reconcile Increase (Decrease) in Net Assets to Net Cash Provided (Used) by Operating Activities</u>		
Depreciation	3,354	4,758
(Increase) Decrease in:		
Accounts Receivable	302,246	(113,831)
Due from Conference	(54,521)	(19,617)
Grants and Contributions Receivable	(116,700)	125,501
Prepaid Expenses and Others	38,559	(35,603)
Increase (Decrease) in:		
Accounts Payable and Accrued Liabilities	(233,206)	91,168
Total Adjustments	(60,268)	52,376
Net Cash Provided (Used) by Operating Activities	72,542	(523,520)
<b>Cash Flows from Investing Activities</b>		
Purchase of Property and Equipment	(3,485)	(3,002)
<b>Net Increase (Decrease) in Cash</b>	69,057	(526,522)
<b>Cash and Cash Equivalents, Beginning of Year</b>	224,255	750,777
<b>Cash and Cash Equivalents, End of Year</b>	<b>\$ 293,312</b>	<b>\$ 224,255</b>
<b>Supplemental Disclosure of Cash Flow Information</b>		
Cash Paid for Income Taxes	\$ -	\$ -
Cash Paid for Interest	\$ -	\$ -

See accompanying notes to the financial statements.

**Alzheimer's Disease International**  
**Notes to Financial Statements**  
**For the Years Ended June 30, 2015 and 2014**

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**Note 1 – Summary of Significant Accounting Policies**

Organization

Alzheimer's Disease International: The International Federation of Alzheimer's Disease and Related Disorders Societies, Inc. (ADI) was incorporated in 1985 as a world wide organization to: advance the well-being of people with dementia, their families and caregivers; provide a world wide forum to foster discussion, research, education and public policy about dementia; foster the development of voluntary associations; and facilitate cooperation among international organizations.

Basis of Accounting

The financial statements of ADI have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Revenue Recognition

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Grants and other contributions that are restricted by the donor are recorded as temporarily restricted support. When a donor restriction is met either because the time restriction has expired or expenditures that satisfy the restriction are made, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Membership Dues

Membership dues are based on the size of the member organization. For 2015 minimum dues ranged from \$11,248 to \$225 and for 2014 from \$10,920 to \$218 with the four largest members paying significantly more based on a historic percentage of their revenues. Dues are payable at the beginning of the year on July 31 for the fiscal year and are based on the prior year-end financial statements. ADI computes the dues based upon the prior year dues plus the agreed upon increase (3% for 2015 and 2014).

Cash and Equivalents

For purposes of the statements of cash flows, ADI considers all unrestricted highly liquid investments with an initial maturity of three months or less to be cash equivalents.

Accounts Receivable

Accounts Receivable consists of advances and outstanding membership dues which are due within a year or less. Management considers all receivables to be 100% collectible.

Property and Equipment

Property and equipment are carried at cost or at estimated value on date of donation. All purchases in excess of £200 (British Pounds) are capitalized while lesser amounts are charged to expense. Depreciation on property and equipment is computed using the straight-line method over the estimated useful lives of the assets, which range from three to five years. Gains and losses from the sale of property and equipment are included in income. Maintenance and repairs are charged to operations.

**Alzheimer's Disease International**  
**Notes to Financial Statements**  
**For the Years Ended June 30, 2015 and 2014**

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**Note 1 – Summary of Significant Accounting Policies (Continued)**

In-Kind Contributions

Donated services are recognized as contributions if the services either (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the Organization. Donations of other items such as space, supplies, food and printing are recorded as their estimated fair value at the date of donation.

Functional Allocation of Expenses

The costs of providing programs and supporting services have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. Accordingly, costs have been allocated among the programs and supporting services in a direct functional method, when applicable, and on the basis of proportional use of the service provided.

Fair Value Disclosures

The fair value of financial instruments including cash and cash equivalents, grants and other receivables, prepaid expenses and other assets, accounts payable and accrued liabilities approximates the carrying values, principally because of the short maturity of these loans.

Financial Statement Presentation

Financial statement presentation follows the recommendation of FASB Accounting Standards Codification (ASC) 958-210-45. Under ASC 958-210-45, ADI is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted net assets, temporarily restricted net assets, and permanently restricted net assets. For the year ended June 30, 2015 ADI had \$196,644 of unrestricted net assets and \$475,420 of temporarily restricted net assets. For the year ended June 30, 2014 the ADI had \$103,325 of unrestricted net assets and \$435,929 of temporarily restricted net assets. ADI had no permanently restricted assets in either year.

Income Taxes

ADI is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. The tax exempt purpose and the nature in which it operates is described above. ADI continues to operate in compliance with its tax exempt purpose. Management does not believe that its financial statements include uncertain tax positions.

ADI files an U.S. federal informational tax return. The federal tax return of the Organization for tax years 2012, 2013, and 2014 can be subject to examinations by tax authorities, generally for three years after they were filed. ADI recognizes interest accrued related to unrecognized tax benefits in interest expense and penalties in operating expenses. At June 30, 2015 and 2014 there was no interest or penalties relating to income taxes recognized in the statement of activities.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

Management has evaluated subsequent events through March 15, 2016, the date the financial statements were available to be issued.

**Alzheimer's Disease International**  
**Notes to Financial Statements**  
**For the Years Ended June 30, 2015 and 2014**

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**Note 2 – Grants and Contributions Receivable**

Grants and contributions receivable consist of grants and contributions receivable from organizations and individuals which are due within a year or less. Grants and contributions receivable is stated at the amount due from organizations and individuals less an allowance for doubtful accounts.

The allowance for doubtful accounts is based on management's assessment of the ability to collect contributions and grants receivable based upon historical collection. As of June 30, 2015 and 2014, the allowance for doubtful accounts was \$10,000 and \$0 respectively.

**Note 3 – Due from Conference**

ADI entered into a contract for the planning, administration, and organization of the Annual International Conference. As of June 30, 2015, the Organization is owed \$130,308 in proceeds from the 2015 Annual International Conference from the conference organizer. ADI received the proceeds in their entirety in the current fiscal year.

**Note 4 -Reserve**

The Board of Directors has determined that a reserve of approximately 6 to 8 months of core functions of the organization is desirable. Core functions include maintenance of a central office, a buffer to sustain the conference and travel and activities with essential international commitments including a modest contingency. Based on current expenses, core functions are approximately \$750,000 per year resulting in a desired reserve of \$375,000 to \$500,000.

**Note 5 – Major Support**

ADI received approximately 65% in 2015 and 66% in 2014 of its dues revenues from two member organizations. Major gifts totaling approximately \$627,000 were received from two sources in 2015 and totaling approximately \$642,000 were received from two sources in 2014. In addition, in 2014 ADI received the balance of a bequest of \$204,262.

**Note 6 – In-Kind Contributions**

A nominal amount in expenses for telephone and related costs of the Chairman of ADI were contributed directly by the Chair in the years ended June 30, 2015 and 2014. These expenses have not been reflected in these financial statements. Travel and related expense of other Board members were also contributed directly or through sponsorships. These expenses have not been captured or reflected in these financial statements. In 2015 and 2014, ADI received a 50% discount from their mailing service which has been recorded in the financial statements. In 2014, ADI received rent free space for an event which also has been recorded in the financial statements.

**Note 7 – Programs**

The major activities of ADI include an annual international conference; printing of educational materials (newsletter, fact sheets and booklets); assistance to members; development of new Alzheimer associations including the Alzheimer University - a program designed to strengthen the work of Alzheimer associations and World Alzheimer's Month. The international conference is coordinated and planned by the association with the assistance of a conference organizer. The 2015 conference was held in Perth and the 2014 conference was held in Puerto Rico.

**Alzheimer's Disease International**  
**Notes to Financial Statements**  
**For the Years Ended June 30, 2015 and 2014**

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**Note 7 – Programs**

The following is a summary of the conference activity including ADI staff and administration:

	<u>2015</u>	<u>2014</u>
<b>Support and Revenue</b>		
Registration, Accomodations and Tours	\$ 550,326	\$ 207,916
Sponsors and Contributions	322,507	241,008
<b>Total Support and Revenue</b>	<u>872,833</u>	<u>448,924</u>
<b>Expenses</b>		
Grants	2,000	17,779
Venue Costs	592,685	389,465
Professional Conference Administration	111,194	191,097
Conference Host	14,941	3,174
Other Conference Costs	191,739	199,558
<b>Total Expenses</b>	<u>912,559</u>	<u>801,073</u>
<b>Net Conference Contribution (Loss)</b>	<u>\$ (39,726)</u>	<u>\$ (352,149)</u>

**Note 8 – Temporarily Restricted Net Assets**

Temporarily restricted net assets are comprised of the following:

	<u>2015</u>	<u>2014</u>
<b>Restricted Grants for</b>		
Alzheimer University	\$ 75,273	\$ 25,000
Member Support	135,000	-
World Alzheimer's Month	31,942	-
Various Alzheimer Reports	30,000	66,745
Regional Support	78,000	300,638
Global Alliances	94,495	
Other Programs	30,710	43,546
<b>Total</b>	<u>\$ 475,420</u>	<u>\$ 435,929</u>

**Note 9 – Commitment for Conference and Coordinator**

ADI has entered into contracts for the planning, administration, and organization of the Annual Congresses though 2017. Minimum annual fees were \$30,000 for 2016 and \$235,000 for 2017.

In addition, ADI has entered into venue commitments for the 2016 conference in Hungary with a minimum revenue guarantee of \$332,000.

**Alzheimer's Disease International**  
**Notes to Financial Statements**  
**For the Years Ended June 30, 2015 and 2014**

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**Note 10 – Lease Commitment**

ADI entered into an office space lease dated February 9, 2015 and ending January 30, 2020. Minimum annual rentals were approximately \$29,097 for the first year, \$30,670 for the second year, \$32,242 for the third year, and \$33,029 for the last two years. The monthly rent includes a service charge for cleaning, maintenance and utilities. Occupancy expense for 2015 was \$49,842 including cleaning, maintenance, and utilities.

The minimum lease requirements are the following:

<b>Mimumum Lease Requirements</b>	
<b>Year Ending June 30,</b>	<b>Amount</b>
2016	\$ 29,752
2017	31,325
2018	32,570
2019	33,029
2020	19,267
<b>Total</b>	<b>\$ 145,943</b>

ADI entered into an office space lease dated May 19, 2010 and ending January 30, 2015. Minimum annual rentals were approximately \$31,500 per year including a service charge for cleaning, maintenance and utilities. The minimum annual rent for the fiscal year ending June 30, 2015 is \$18,375. Rent expense for 2014 was \$48,887 including cleaning, maintenance, and utilities.