

**Glut1 Deficiency Foundation, Inc.  
Owingsville, Kentucky**

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**Financial Statements and  
Independent Auditor's Report  
December 31, 2024 and 2023**

**Glut1 Deficiency Foundation, Inc.**  
**Table of Contents**

	<u>Page</u>
Independent Auditor's Report	1-3
Statements of Financial Position	4
Statements of Activities and Changes in Net Assets	5
Statements of Functional Expenses	6-7
Statements of Cash Flows	8
Notes to Financial Statements	9-12

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors  
Glut1 Deficiency Foundation, Inc.  
Owingsville, Kentucky

**Opinion**

We have audited the accompanying financial statements of the Glut1 Deficiency Foundation, Inc., (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the years 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 Glut1 Deficiency Foundation, Inc. as of December 31, 2024 and 2023, 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.

**Basis for Opinion**

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Glut1 Deficiency Foundation, Inc. and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. 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.

To the Board of Directors  
Glut1 Deficiency Foundation, Inc.  
Owingsville, Kentucky  
Page 2

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 Glut1 Deficiency Foundation Inc.'s ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

#### **Auditor's 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 auditor's 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 Glut1 Deficiency Foundation Inc.'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.

To the Board of Directors  
Glut1 Deficiency Foundation, Inc.  
Owingsville, Kentucky  
Page 3

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Glut1 Deficiency Foundation, Inc.'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.

***Faulkner, King & Wenz, PSC***

Mt. Sterling, Kentucky

January 14, 2025

GLUT1 DEFICIENCY FOUNDATION, INC.  
 STATEMENTS OF FINANCIAL POSITION  
 DECEMBER 31, 2024 AND 2023

A S S E T S

	<u>2024</u>	<u>2023</u>
<b>Current assets:</b>		
Cash	\$ 347,383	\$ 448,811
Contributions receivable	2,513	2,040
Prepaid expenses	<u>15,930</u>	<u>15,176</u>
<b>Total current assets</b>	<u>\$ 365,826</u>	<u>\$ 466,027</u>

L I A B I L I T I E S

<b>Current liabilities:</b>		
Deferred revenue	\$ 31,060	\$ 36,355
Accounts payable	1,368	2,326
Accrued payroll liabilities	<u>6,550</u>	<u>6,227</u>
<b>Total current liabilities</b>	<u>38,978</u>	<u>44,908</u>

N E T A S S E T S

<b>Net assets without donor restrictions</b>	<u>326,848</u>	<u>421,119</u>
<b>Total liabilities and net assets</b>	<u>\$ 365,826</u>	<u>\$ 466,027</u>

**GLUT1 DEFICIENCY FOUNDATION, INC.**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023**

	<b>2024</b>	<b>2023</b>
<b>OPERATING INCREASES IN NET ASSETS</b>		
<b>WITHOUT DONOR RESTRICTIONS</b>		
<b>Public support and revenues:</b>		
Contributions received	\$ 315,754	\$ 300,936
Private grants	127,368	32,516
Interest income	6,126	3,001
Merchandise sales	2,568	2,092
Conference income	62,391	546
Miscellaneous income	500	1,125
Total operating increases in net assets without donor restrictions	514,707	340,216
<b>OPERATING DECREASES IN NET ASSETS</b>		
<b>WITHOUT DONOR RESTRICTIONS</b>		
Program services	561,009	308,907
Management and general	29,738	29,543
Fundraising	18,231	21,051
<b>TOTAL OPERATING DECREASES IN NET ASSETS</b>		
<b>WITHOUT DONOR RESTRICTIONS</b>	608,978	359,501
<b>NET DECREASE IN NET ASSETS</b>		
<b>WITHOUT DONOR RESTRICTIONS</b>	(94,271)	(19,285)
<b>NET ASSETS AT BEGINNING OF YEAR</b>	421,119	440,404
<b>NET ASSETS AT END OF YEAR</b>	326,848	421,119

See accompanying notes to the financial statements.

GLUT1 DEFICIENCY FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2024

	Program Services	Management & General	Fund Raising	Total
<b>OPERATING DECREASES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>				
Salaries	\$ 92,765	\$ 10,291	\$ 4,010	\$ 107,066
Payroll taxes	7,096	1,562	307	8,965
Payroll service fees	-	2,840	-	2,840
Accounting fees		8,902		8,902
Insurance		1,928		1,928
G1D conference expenses	199,424			199,424
Dues and subscriptions	484			484
Training		593		593
Exhibit fees and expenses	7,146			7,146
Office supplies		1,273		1,273
Postage	1,517	-		1,517
Educational outreach	8,710			8,710
Registration fees			10,760	10,760
Processing fees			1,754	1,754
Bank fees		814		814
Utilities		1,535		1,535
Consultants			1,400	1,400
Rare as One program expenses	-			-
PCORI program expenses	56,198			56,198
Research support	34,572			34,572
Research grants awarded	153,097			153,097
<b>TOTAL OPERATING DECREASES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<b>\$ 561,009</b>	<b>\$ 29,738</b>	<b>\$ 18,231</b>	<b>\$ 608,978</b>

GLUT1 DEFICIENCY FOUNDATION, INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Program Services</u>	<u>Management &amp; General</u>	<u>Fund Raising</u>	<u>Total</u>
<b>OPERATING DECREASES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>				
Salaries	\$ 104,453	\$ 9,068	\$ 4,535	\$ 118,056
Payroll taxes	7,329	1,412	353	9,094
Payroll service fees	2,679	2,345	558	5,582
Accounting fees		6,200		6,200
Insurance		1,688		1,688
GLD conference expenses				-
Dues and subscriptions	2,869			2,869
Training				-
Exhibit fees and expenses	24,307			24,307
Office supplies		3,483		3,483
Postage		64		64
Educational outreach	24,244			24,244
Registration fees			6,045	6,045
Processing fees				-
Bank fees		328		328
Utilities		2,092		2,092
Consultants				-
Rare as One program expenses	15,955	2,863	9,560	28,378
PCORI program expenses	32,516			32,516
Research support	13,360			13,360
Research grants awarded	81,195			81,195
	<hr/>	<hr/>	<hr/>	<hr/>
<b>TOTAL OPERATING DECREASES IN NET ASSETS WITHOUT DONOR RESTRICTIONS</b>	<b>\$ 308,907</b>	<b>\$ 29,543</b>	<b>\$ 21,051</b>	<b>\$ 359,501</b>

GLUT1 DEFICIENCY FOUNDATION, INC.  
STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2024 AND 2023

	2024	2023
<b>Cash flows from operating activities:</b>		
Change in net assets without donor restrictions	\$ (94,271)	\$ (19,285)
Adjustments to reconcile change in net assets to net cash provided by operating activities without donor restrictions:		
(Increase) decrease in operating assets:		
Prepaid expenses	(754)	9,824
Receivables	(473)	(901)
Increase (decrease) in operating liabilities:		
Deferred revenue	(5,295)	36,355
Accounts payable	(958)	786
Accrued payroll liabilities	323	222
	(101,428)	27,001
Net cash (used) provided by operating activities	(101,428)	27,001
<b>Net (decrease) increase in cash</b>	(101,428)	27,001
<b>Cash, beginning of year</b>	448,811	421,810
<b>Cash, end of year</b>	\$ 347,383	\$ 448,811

See accompanying notes to the financial statements.

**GLUT1 DEFICIENCY FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**NOTE 1 - NATURE OF OPERATIONS**

Glut1 Deficiency Foundation, Inc. (the Foundation) is a non-profit public charity that was founded in 2011. The foundation is a non-profit family organization dedicated to improving the lives of those in the Glut1 Deficiency community through its mission of increased awareness, improved education, advocacy for patients and families, and support and funding for research.

The Foundation has been determined by the Internal Revenue Service to be a non-profit public charity organization and is tax-exempt under IRC 501(c)(3) of the Internal Revenue Code of 1986. Therefore, no provision for federal income tax has been made in the accompanying financial statements.

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Basis of Accounting**

Glut1 Deficiency Foundation Inc's policy is to prepare its financial statements on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are recognized in the period in which they are earned. Expenses are recognized in the period in which the related liability occurs.

**Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Basis of presentation**

Financial statement presentation follows the requirements of the ASU 2016-14, which is included in ASC 958 of the Financial Accounting Standards Board (FASB) Codification. Under ASU 2016-14, the Foundation is required to report information regarding its financial position and activities according to two classes of net assets: net assets with donor restrictions and net assets without donor restrictions. Accordingly, all net assets of the Foundation have been recorded as net assets without donor restrictions.

**Cash and cash equivalents**

For purposes of the statement of cash flows, the Foundation considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

**GLUT1 DEFICIENCY FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**Property and Equipment**

The Foundation capitalizes property and equipment over \$1,000. Lesser amounts are expensed. Purchased property and equipment is capitalized at cost. Donations of property and equipment are recorded as contributions at their estimated fair value. Such donations are reported as contributions without donor restrictions unless the donor has restricted the donated asset to a specific purpose. Assets donated with explicit restrictions regarding their use and contributions of cash that must be used to acquire property and equipment are reported as contributions with donor restrictions. Absent donor stipulations regarding how long those donated assets must be maintained, the Foundation reports expirations of donor restrictions when the donated or acquired assets are placed in service. The Foundation reclassifies net assets with donor restrictions to net assets without donor restrictions at that time. Property and equipment would be depreciated using the straight-line method over estimated useful lives ranging from five years for furniture and vehicles to thirty-nine years for buildings. The Foundation currently has no amounts recorded for property and equipment.

**Contributed Services**

No amounts have been reflected in the financial statements for donated services. The Foundation generally pays for services requiring specific expertise. However, many individuals volunteer their time and perform a variety of tasks that assist the Foundation in its mission, but these services do not meet the criteria for recognition as contributed services.

**Revenue Recognition**

The Foundation recognizes revenues from exchange transactions, primarily event sponsorships, event registrations, and advertising, as the services are provided to the customer.

**Grant Revenue**

Grants from third parties are recorded as revenues in the period the Foundation meets the conditions for revenue recognition, namely when expenses have been incurred for the purposes specified by the contracts. To the extent amounts received exceed amounts spent, the Foundation records the excess as deferred revenue.

**GLUT1 DEFICIENCY FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Contributions are recorded as revenue when an unconditional promise to give has been made. Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor-imposed restrictions. Unrestricted contributions are typically recorded when received. Contributions that are restricted by the donor are reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the contribution is recognized. All other donor restricted contributions are reported as an increase in net assets with donor restrictions, depending on the nature of restriction. When a restriction expires (that is, when a stipulated time restriction ends or 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 restrictions.

**Functional Allocation of Expenses**

The costs of program and supporting service activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification detail of expenses by function. Certain costs are attributed to more than one program or supporting function and, therefore, require allocation among the programs and supporting services benefited. Management believes their allocations are done on a reasonable and consistent basis. Most personnel costs, office expenses, professional services, and other expenses are identified with a specific program or supporting function at the time they are incurred and are reported accordingly. However, some of these expenses require allocation, which is done on the basis of estimates of time and effort.

**NOTE 3 - TAX POLICIES**

The Accounting Standards Codification (ASC) 740-10-50, *Accounting for Uncertainty in Income Taxes*, requires entities to disclose known or anticipated positions of income tax uncertainty. The Foundation is not aware of any uncertain income tax positions as of January 14, 2025. The Foundation has never been audited by the Internal Revenue Service (IRS). However, the tax years of 2021 forward could be subject to examination by the IRS or other applicable tax jurisdictions.

**NOTE 4 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS**

The following reflects the Foundation's financial assets as of December 31, 2024 and 2023, reduced by amounts not available for general use because of contractual restrictions within one year of the balance sheet date. As of December 31, 2024 and 2023, the financial assets available at year end were \$318,836 and \$414,496 respectively, of which are available to meet cash needs for general expenditures within one year. Amounts unavailable due to contractual restrictions or donor imposed restrictions are outlined below.

**GLUT1 DEFICIENCY FOUNDATION, INC.**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024 AND 2023**

**NOTE 4 - LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS (CONTINUED)**

**Deferred Revenue**

The Foundation recognizes contract revenue in the period the Foundation meets the conditions for revenue recognition, namely as stipulated program expenses are incurred. Deferred revenue of \$31,060 and \$36,355 respectively, for 2024 and 2023 relates to program receipts from outside foundation grants in advance of program performance. Such performance is anticipated to be completed in 2025.

**NOTE 5 - DATE OF MANAGEMENT'S REVIEW**

Subsequent events were evaluated through January 14, 2025, which is the date the financial statements were available to be issued.

**NOTE 6 - CONCENTRATIONS OF CREDIT RISK**

The Foundation maintains its cash balances in financial institutions. The Federal Deposit Insurance Corporation insures the balances at financial institutions up to \$250,000. At December 31, 2024, cash balances of \$2,199 exceeded FDIC insurance coverage. No adverse results are anticipated.