



Huntington's Disease Foundation

Dedicated to Research

Huntington's Disease Foundation

Audited Financial Statements

December 31, 2025

Huntington's Disease Foundation

Audited Financial Statements

December 31, 2025

CONTENTS

	Page
Independent Auditor's Report	1-2
Financial Statements	
Statement of Financial Position	3
Statement of Activities	4
Statement of Functional Expenses	5
Statement of Cash Flows	6
Notes to Financial Statements	7-16

Independent Auditor's Report

To the Board of Directors of
Huntington's Disease Foundation

Opinion

We have audited the accompanying financial statements of Huntington's Disease Foundation (the "Organization"), which comprise the statement of financial position as of December 31, 2025, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of December 31, 2025, 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 ("GAAS"). 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 Organization 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.

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 Organization's ability to continue as a going concern within one year after the date that the financial statements are issued or 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 GAAS 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 GAAS, 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 Organization'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 Organization'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 Organization's 2024 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 14, 2025. In our opinion, the summarized comparative information presented herein as of and for the year ended December 31, 2024, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Sax LLP

Parsippany, NJ
May 4, 2026

Huntington's Disease Foundation

Statement of Financial Position

As of December 31, 2025
(With comparative totals as of December 31, 2024)

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
ASSETS		
Cash and cash equivalents	\$ 1,047,828	\$ 1,595,374
Pledges receivable, net	300,600	986,607
Prepaid expenses and other current assets	152,274	53,464
Cash - funds held for others	48,753	19,681
Investments	<u>21,586,304</u>	<u>19,323,168</u>
TOTAL ASSETS	<u>\$ 23,135,759</u>	<u>\$ 21,978,294</u>
LIABILITIES AND NET ASSETS		
LIABILITIES		
Accounts payable and accrued expenses	\$ 111,742	\$ 17,125
Funds held for others	48,753	19,681
Grants payable	<u>2,153,747</u>	<u>2,791,613</u>
Total liabilities	<u>2,314,242</u>	<u>2,828,419</u>
NET ASSETS		
Without donor restrictions	<u>4,315,422</u>	<u>3,390,111</u>
With donor restrictions		
Time and purpose restricted	4,599,260	4,872,020
Endowment	<u>11,906,835</u>	<u>10,887,744</u>
Total net assets with donor restrictions	<u>16,506,095</u>	<u>15,759,764</u>
Total net assets	<u>20,821,517</u>	<u>19,149,875</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 23,135,759</u>	<u>\$ 21,978,294</u>

The attached notes and auditor's report are an integral part of these financial statements.

Huntington's Disease Foundation

Statement of Activities

For the Year Ended December 31, 2025
(With comparative totals for the year ended December 31, 2024)

	Without Donor Restrictions	With Donor Restrictions		Total With Donor Restrictions	Total 12/31/25	Total 12/31/24
		Time and Purpose Restricted	Endowment			
PUBLIC SUPPORT AND REVENUE						
Contributions	\$ 2,616,142	\$ 638,453	\$ -	\$ 638,453	\$ 3,254,595	\$ 6,246,084
Special event income (net of expenses with a direct benefit to donors)	-	-	-	-	-	327,197
Net investment return	978,509	-	1,563,478	1,563,478	2,541,987	1,758,442
Interest and dividend income - other	33,355	-	-	-	33,355	34,850
Other income	71,500	-	-	-	71,500	-
Net assets released from restrictions	1,455,600	(911,213)	(544,387)	(1,455,600)	-	-
Total public support and revenue	<u>5,155,106</u>	<u>(272,760)</u>	<u>1,019,091</u>	<u>746,331</u>	<u>5,901,437</u>	<u>8,366,573</u>
EXPENSES						
Program services	3,796,690	-	-	-	3,796,690	3,899,500
General and administrative	187,431	-	-	-	187,431	240,251
Fundraising	245,674	-	-	-	245,674	294,843
Total expenses	<u>4,229,795</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,229,795</u>	<u>4,434,594</u>
Changes in net assets from operations	<u>925,311</u>	<u>(272,760)</u>	<u>1,019,091</u>	<u>746,331</u>	<u>1,671,642</u>	<u>3,931,979</u>
NON-OPERATING ACTIVITY						
Write-off of grants payable	-	-	-	-	-	75,000
	-	-	-	-	-	75,000
Change in net assets	<u>925,311</u>	<u>(272,760)</u>	<u>1,019,091</u>	<u>746,331</u>	<u>1,671,642</u>	<u>4,006,979</u>
NET ASSETS, beginning of year	<u>3,390,111</u>	<u>4,872,020</u>	<u>10,887,744</u>	<u>15,759,764</u>	<u>19,149,875</u>	<u>15,142,896</u>
NET ASSETS, end of year	<u>\$ 4,315,422</u>	<u>\$ 4,599,260</u>	<u>\$ 11,906,835</u>	<u>\$ 16,506,095</u>	<u>\$ 20,821,517</u>	<u>\$ 19,149,875</u>

The attached notes and auditor's report are an integral part of these financial statements.

Huntington's Disease Foundation

Statement of Functional Expenses

For the Year Ended December 31, 2025
(With comparative totals for the year ended December 31, 2024)

	<u>Program Services</u>	<u>General and Administrative</u>	<u>Fundraising</u>	<u>Total Expenses 12/31/25</u>	<u>Total Expenses 12/31/24</u>
Salaries	\$ 272,885	\$ 33,485	\$ 83,482	\$ 389,852	\$ 480,594
Employee benefits	106,457	6,061	13,024	125,542	119,120
 Total salaries and related expenses	 379,342	 39,546	 96,506	 515,394	 599,714
Grants	3,152,522	-	-	3,152,522	2,869,473
Workshops, conferences, and events	94,941	538	9,261	104,740	473,414
Occupancy	28,806	3,704	8,642	41,152	47,639
Professional Fees	90,643	125,183	73,200	289,026	343,687
Office supplies	51	8,250	5,527	13,828	11,126
Computer support and maintenance	13,554	4,717	31,181	49,452	46,529
Insurance	4,406	566	1,321	6,293	7,058
Printing, postage and shipping	59	2,601	16,473	19,133	41,586
Other expenses	32,366	2,326	3,563	38,255	32,671
 Total expenses	 3,796,690	 187,431	 245,674	 4,229,795	 4,472,897
Less: cost of direct benefit to donors netted with revenue	-	-	-	-	(38,303)
 Total expenses for statement of activities	 <u>\$ 3,796,690</u>	 <u>\$ 187,431</u>	 <u>\$ 245,674</u>	 <u>\$ 4,229,795</u>	 <u>\$ 4,434,594</u>

The attached notes and auditor's report are an integral part of these financial statements.

Huntington's Disease Foundation

Statement of Cash Flows

For the Year Ended December 31, 2025
(With comparative totals for the year ended December 31, 2024)

	<u>December 31,</u>	
	<u>2025</u>	<u>2024</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 1,671,642	\$ 4,006,979
Adjustments to reconcile change in net assets to net cash provided by/(used for) operating activities:		
Net realized and unrealized gain on investments	(2,054,958)	(1,442,550)
Donated stocks	(158,998)	(5,137,263)
Changes in assets and liabilities:		
Pledges receivable	686,007	769,797
Prepaid expenses and other current assets	(98,810)	(10,744)
Accounts payable and accrued expenses	94,617	(105,481)
Funds held for others	29,072	19,681
Grants payable	(637,866)	(177,193)
Total adjustments	<u>(2,140,936)</u>	<u>(6,083,753)</u>
Net cash used for operating activities	<u>(469,294)</u>	<u>(2,076,774)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchases of investments	(7,138,722)	(4,596,972)
Proceeds from sales of investments	<u>7,089,542</u>	<u>6,969,299</u>
Net cash (used for)/provided by investing activities	<u>(49,180)</u>	<u>2,372,327</u>
Net (decrease)/increase in cash, cash equivalents and restricted cash	(518,474)	295,553
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, <i>beginning of year</i>	<u>1,615,055</u>	<u>1,319,502</u>
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, <i>end of year</i>	<u>\$ 1,096,581</u>	<u>\$ 1,615,055</u>
Cash, cash equivalents and restricted cash consist of:		
Cash and cash equivalents	\$ 1,047,828	\$ 1,595,374
Cash - funds held for others	<u>48,753</u>	<u>19,681</u>
Cash, cash equivalents and restricted cash - end of year	<u>\$ 1,096,581</u>	<u>\$ 1,615,055</u>

SUPPLEMENTAL INFORMATION

No interest or income taxes were paid.

The attached notes and auditor's report are an integral part of these financial statements.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 1 - Nature of the Organization

Effective August 1, 2025, Hereditary Disease Foundation changed its name to Huntington's Disease Foundation. Huntington's Disease Foundation (the "Organization" or "HDF"), with executive offices in New York City, was incorporated in California in 1968. HDF's mission is to fund transformative research to find treatments, and ultimately a cure, for Huntington's disease.

HDF is a not-for-profit organization and has been notified by the Internal Revenue Service that it is exempt from Federal income tax under Section 501(c)(3) of the Internal Revenue Code and has not been determined to be a private foundation as defined in Section 509(a).

The primary sources of revenue are contributions and investment income.

Note 2 - Summary of Significant Accounting Policies

a. Basis of Accounting and Presentation

The accompanying financial statements have been prepared using the accrual basis of accounting, which is the process of recording revenue and expenses when earned or incurred rather than received or paid.

The financial statements are presented in accordance with the provisions of Financial Accounting Standards Board ("FASB") Accounting Standards Codification ("ASC") 958-*Presentation of Financial Statements of Not-For-Profit Entities*. FASB ASC 958 requires the Organization to report information regarding its financial position and activities according to the following specific classes of net assets:

- *Net Assets without Donor Restrictions* - represents those resources for which there are no restrictions by donors as to their use.
- *Net Assets with Donor Restrictions* - represents those resources, the uses of which have been restricted by donors to specific purposes or the passage of time and/or must remain intact, in perpetuity. The release from restrictions results from the satisfaction of the restricted purposes specified by the donor.

b. Revenue Recognition

HDF follows the requirements of FASB ASC 958-605 for recording contributions, which are recognized at the earlier of when a contribution is received or at the time a pledge becomes unconditional in nature. Contributions that do not contain donor restrictions are recorded in the class of net assets without donor restrictions. Contributions that do contain donor restrictions are recorded in the class of net assets with donor restrictions. 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. If donor restricted contributions are satisfied in the same period they were received, they are classified in the class of net assets without donor restrictions.

Contributions may be subject to conditions which are defined as both a barrier to entitlement and a right of return of payments or release from obligations and are recognized as income once the conditions have been substantially met.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

b. Revenue Recognition - Continued

Unconditional promises to give that are expected to be received in less than one year are recorded at net realizable value. Those that are due in greater than one year are recorded at fair value, which is calculated using risk adjusted present value techniques. Long-term promises to give are treated as time restricted until the period they are due, at which time they will be released from restriction and counted towards operations. Pledges are reviewed for collectability. Based on a review of several factors, including the credit worthiness of the donor and historical experience, no allowance for doubtful accounts has been established.

Fundraising revenue ("Special event income") - Fundraising revenue is comprised of payments received from third parties (individuals and corporations) to support and/or attend fundraising events. Fundraising revenue includes an exchange transaction component for the value of the goods or services received, which follows revenue recognition guidance under ASC Topic 606. The amount paid by individuals and corporations that is above the value of goods or services received is considered a contribution. Revenue is recognized at the time the fundraising event occurs. HDF's special events revenue and any direct benefit to donors are typically insignificant to financial statements as a whole.

c. Measure of Operations

Grants awarded and accrued in prior years that are no longer viable and will not be paid are written off as non-operating income on the statement of activities.

d. Cash and Cash Equivalents

All highly liquid financial instruments purchased with a maturity of three months or less are considered to be cash and cash equivalents for purposes of the accompanying statement of financial position and cash flows.

e. Concentration of Credit Risk

Financial instruments that potentially subject HDF to concentration of credit risk consist of cash, money market accounts, and investment securities which are placed with financial institutions that management deems to be creditworthy. A significant portion of the funds at year end and at various times throughout the year, are not insured by the Federal Deposit Insurance Corporation ("FDIC"); however, HDF has not experienced any losses from these accounts due to failure of any financial institution. The market value of investments is subject to fluctuation. However, management believes the investment policy is prudent for the long-term welfare of HDF.

f. Investments and Investment Income

Investments are recorded at fair value, which refers to the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

Accounting standards have established a fair value hierarchy that gives the highest priority to quoted market prices in active markets and the lowest priority to unobservable data. The fair value hierarchy is categorized into three levels based on the inputs as follows:

Level 1 - Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that the Organization has the ability to access.

Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are not observable, either directly or indirectly.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

f. Investments and Investment Income - Continued

Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The following summarizes the composition of investments at December 31, 2025 and 2024:

	December 31, 2025			Total
	Level 1	Level 2	Level 3	
Cash and cash equivalents	\$ 636,080	\$ -	\$ -	\$ 636,080
Fixed income				
Government	-	3,891,865	-	3,891,865
Other	2,216,752	-	-	2,216,752
Common stock				
U.S. equity	2,298,270	-	-	2,298,270
Non-U.S. equity	237,059	-	-	237,059
Mutual fund equities				
U.S. equity	8,669,679	-	-	8,669,679
Non-U.S. equity	2,810,344	-	-	2,810,344
Other	826,255	-	-	826,255
Total	<u>\$ 17,694,439</u>	<u>\$ 3,891,865</u>	<u>\$ -</u>	<u>\$ 21,586,304</u>
	December 31, 2024			Total
	Level 1	Level 2	Level 3	
Cash and cash equivalents	\$ 425,263	\$ -	\$ -	\$ 425,263
Fixed income				
Government	-	2,972,478	-	2,972,478
Other	809,716	-	-	809,716
Common stock				
U.S. equity	1,603,273	-	-	1,603,273
Non-U.S. equity	105,103	-	-	105,103
Mutual fund equities				
U.S. equity	5,637,273	-	-	5,637,273
Non-U.S. equity	2,041,948	-	-	2,041,948
Other	590,851	-	-	590,851
Class A Stock	-	-	5,137,263	5,137,263
Total	<u>\$ 11,213,427</u>	<u>\$ 2,972,478</u>	<u>\$ 5,137,263</u>	<u>\$ 19,323,168</u>

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

f. Investments and Investment Income - Continued

Investments at December 31, 2025 and December 31, 2024 were in Level 1 securities valued at the closing price reported on the active market they are traded on, fixed income which are considered Level 2 which are valued using the values of securities with similar risk parameters and Class A stock which are considered Level 3 are valued based on market standard valuation techniques by third parties. These methods produce a fair value calculation that may not be indicative of net realizable value or reflective of future values. The use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in different fair value measurements.

Donated marketable securities are sold immediately upon receipt and recorded at the amount received for such sale.

Realized and unrealized gains and losses are included in income on the statement of activities.

g. Leases

The Organization determines if an arrangement is or contains a lease at inception. Leases are included in right-of-use ("ROU") assets and lease liabilities in the statement of financial position. ROU assets and lease liabilities reflect the present value of the future minimum lease payments over the lease term, and ROU assets also include prepaid or accrued rent. Operating lease expense is recognized on a straight-line basis over the lease term. The Organization does not report ROU assets and lease liabilities for its short-term leases (leases with a term of 12 months or less). Instead, the lease payments of those leases are reported as lease expense on a straight-line basis over the lease term. Lease terms may include options to extend or terminate the lease when it is reasonably certain that the Organization will exercise that option.

h. In-Kind Donations

The Organization recognizes contributions of services that create or enhance non-financial assets or require specialized skills, that are provided by those possessing those skills and would have been paid if not contributed.

Board members and other individuals volunteer their time and perform a variety of tasks that assist HDF. These services have not been recorded in the financial statements because they do not meet the criteria for recognition as outlined above.

i. Advertising Costs

The cost of advertising is expensed as incurred.

j. Comparative Financial 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 accounting principles generally accepted in the United States of America. Such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2024, from which the summarized information was derived.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 2 - Summary of Significant Accounting Policies - Continued

k. Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the financial statements. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of HDF.

Salaries and professional fees were allocated using time and effort as the basis. The following expenses were allocated using salaries as the basis:

- Employee benefits
- Occupancy
- Insurance
- Computer support and maintenance

All other expenses have been charged directly to the applicable program or supporting services.

l. Grants Payable

Grants that have been approved but not distributed by year end are reflected as grants payable and are due to be paid in the following periods:

	December 31,	
	2025	2024
Within 1 year	\$ 1,830,960	\$ 2,441,223
2 to 5 years	337,500	376,000
Total grants payable	2,168,460	2,817,223
Less: discount to fair value at 3.48% and 3.59%, respectively	(14,713)	(25,610)
Total grants payable	<u>\$ 2,153,747</u>	<u>\$ 2,791,613</u>

m. Management Estimates

The presentation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amount of assets, liabilities, revenues, and expenses, as well as the disclosure of contingent assets and liabilities. Actual results could differ from those estimates.

n. Accounting for Uncertainty of Income Taxes

The Organization does not believe its financial statements include any material, uncertain tax positions. Tax filings for the periods ending December 31, 2022 and later are subject to examination by applicable taxing authorities.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 3 - Investments

The following summarizes investment income:

	December 31,	
	2025	2024
Realized gain on investments	\$ 138,594	\$ 885,647
Unrealized gain on investments	1,916,364	556,903
Interest and dividends income	583,625	405,443
Investment fees	(96,596)	(89,551)
Total investment return, net	<u>\$ 2,541,987</u>	<u>\$ 1,758,442</u>

Changes in investments for the year ended December 31, 2025 and 2024 were as follows:

	December 31, 2025		
	Non- Endowment	Endowment	Total
Investments, beginning	\$ 8,435,424	\$ 10,887,744	\$ 19,323,168
Appropriations	544,387	(544,387)	-
Transfers out	(278,801)	-	(278,801)
Interest and dividend income	225,030	356,429	581,459
Net gain on investments	789,652	1,264,422	2,054,074
Investment fees	(36,223)	(57,373)	(93,596)
Investments, end of year	<u>\$ 9,679,469</u>	<u>\$ 11,906,835</u>	<u>\$ 21,586,304</u>

	December 31, 2024		
	Non- Endowment	Endowment	Total
Investments, beginning	\$ 4,907,321	\$ 10,208,361	\$ 15,115,682
Appropriations	510,418	(510,418)	-
Transfers out	(2,691,534)	-	(2,691,534)
Interest and dividend income	131,672	273,909	405,581
Net gain on investments	468,383	974,344	1,442,727
Donated stocks	5,137,263	-	5,137,263
Investment fees	(28,099)	(58,452)	(86,551)
Investments, end of year	<u>\$ 8,435,424</u>	<u>\$ 10,887,744</u>	<u>\$ 19,323,168</u>

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 4 - Pledges Receivable

Pledges receivable are due in the following periods:

	December 31,	
	2025	2024
Pledges due		
In less than one year	\$ 300,600	\$ 755,023
In one to five years	-	250,000
Gross pledges receivable	300,600	1,005,023
Less: discount to present value at 0% and 3.90%, respectively	-	(18,416)
Total pledges receivable, net	<u>\$ 300,600</u>	<u>\$ 986,607</u>

Note 5 - Net Assets with Donor Restrictions

The following summarizes the activity of net assets with donor restrictions:

	December 31, 2025			
	Balance 1/1/25	Contributions	Released from Restrictions	Balance 12/31/25
Endowment				
Corpus	\$ 8,525,000	\$ -	\$ -	\$ 8,525,000
Accumulated earnings available for appropriation	2,362,744	1,563,478	(544,387)	3,381,835
Total endowment	<u>10,887,744</u>	<u>1,563,478</u>	<u>(544,387)</u>	<u>11,906,835</u>
Net assets restricted for future programs and periods				
Program restrictions	<u>4,872,020</u>	<u>638,453</u>	<u>(911,213)</u>	<u>4,599,260</u>
Total net assets restricted for future programs	<u>4,872,020</u>	<u>638,453</u>	<u>(911,213)</u>	<u>4,599,260</u>
Total net assets with donor restrictions	<u>\$ 15,759,764</u>	<u>\$ 2,201,931</u>	<u>\$ (1,455,600)</u>	<u>\$ 16,506,095</u>
	December 31, 2024			
	Balance 1/1/24	Contributions	Released from Restrictions	Balance 12/31/24
Endowment				
Corpus	\$ 8,525,000	\$ -	\$ -	\$ 8,525,000
Accumulated earnings available for appropriation	1,683,361	1,189,801	(510,418)	2,362,744
Total endowment	<u>10,208,361</u>	<u>1,189,801</u>	<u>(510,418)</u>	<u>10,887,744</u>
Net assets restricted for future programs and periods				
Program restrictions	<u>1,809,071</u>	<u>4,166,949</u>	<u>(1,104,000)</u>	<u>4,872,020</u>
Total net assets restricted for future programs	<u>1,809,071</u>	<u>4,166,949</u>	<u>(1,104,000)</u>	<u>4,872,020</u>
Total net assets with donor restrictions	<u>\$ 12,017,432</u>	<u>\$ 5,356,750</u>	<u>\$ (1,614,418)</u>	<u>\$ 15,759,764</u>

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 6 - Endowment

HDF's endowment, held in investments, was created on September 30, 2003 pursuant to a Science Endowment Agreement under which HDF agreed to segregate \$8,525,000 of its assets as endowment corpus.

Interpretation of Relevant Law

HDF follows the provisions of the Uniform Prudent Management of Institutional Funds Act ("UPMIFA"), which HDF has interpreted as requiring certain amounts to be retained in perpetuity. Absent explicit donor stipulations to the contrary, HDF will preserve the fair value of the original gift as of the gift date of all donor-restricted endowment funds. However, under certain circumstances, HDF has the right to appropriate for expenditure the fair value of the original gift in a manner consistent with the standard of prudence.

As a result of this interpretation, HDF classifies as endowment corpus (a) the original value of gifts donated to the endowment, (b) the original value of subsequent gifts to the endowment, and (c) accumulations to the endowment made in accordance with the donor's intention.

When endowment funds have earnings in excess of amounts that need to be retained as part of the corpus, their earnings are restricted until the board appropriates for expenditure, therefore, they are reflected in the class of net assets with donor restrictions.

Spending Policies

HDF considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- (1) The duration and preservation of the fund
- (2) The purposes of HDF and the donor-restricted endowment fund
- (3) General economic conditions
- (4) The possible effect of inflation and deflation
- (5) The expected total return from income and the appreciation of investments
- (6) Other resources of HDF
- (7) The investment policies of HDF
- (8) Where appropriate and circumstances would otherwise warrant alternatives to expenditure of the endowment fund, giving due consideration to the effect that such alternatives may have on HDF

In accordance with the Science Endowment Agreement, each year HDF has the discretion to expend 5% of the balance of the endowment related investment accounts at the beginning of the year. Expenditures should be used for the purpose of furthering the activities of HDF.

Funds with Deficiencies

From time to time, the fair market value of assets associated with the individual donor-restricted endowment funds may fall below the level that the donor and applicable law requires the HDF to retain as a fund of perpetual duration. There were no such deficiencies as of December 31, 2025 and 2024.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 7 - Special Events

HDF's special events are summarized as follows:

	December 31,	
	2025	2024
Event income	\$ -	\$ 365,500
Less: expenses with a direct benefit to donor	-	(38,303)
	-	327,197
Less: other event expenses	-	(27,910)
Total	\$ -	\$ 299,287

Note 8 - Related Party Transactions

A member of HDF's Board of Directors works in a scientific lab to which HDF awarded grants of \$100,000 and \$130,000 during the years ended December 31, 2025, and 2024, respectively.

A member of HDF's Board of Directors directs a scientific lab to which HDF awarded an employee, grants of \$0 and \$100,000 during the years ended December 31, 2025, and 2024, respectively.

The Chair of HDF's Board began taking a consulting fee in November 2024. The total fee paid as of December 31, 2025 and 2024 was \$72,000 and \$12,000, respectively.

HDF received donations from related parties in an amount of \$135,187 and \$5,395,496 for the years ended December 31, 2025 and 2024, respectively.

Note 9 - Funds Held for Others

HDF became the fiscal sponsor of HDBuzz on August 1, 2024 to provide administrative and financial management assistance, while HDBuzz awaits their own 501(c)3 designation from the IRS. HDBuzz operates a not-for-profit internet portal for the rapid dissemination of Huntington's disease (HD) research news to the global community, written in plain language by HD clinicians and scientists, with the aim of helping HD people understand the latest science on their own terms. HDF has determined this fiscal sponsorship aligns with HDF's mission to fund transformative research to find treatments and ultimately a cure for HD. HDF records funds received as a liability and reduces the liability as funds are disbursed on behalf of HDBuzz. At December 31, 2025 and 2024, cash held on behalf of HDBuzz totaled \$48,753 and \$19,681, respectively, and is reflected on the statement of financial position as an asset and a liability.

The fiscal sponsorship arrangement ended on December 31, 2025 and all funds were returned to HDBuzz as of January 29, 2026.

Note 10 - Retirement Plan

HDF has a tax deferred 401(k) retirement plan. All employees may contribute to the plan on a pre-tax basis by designating a percentage of their salaries, subject to regulatory limits. HDF did not make any discretionary contributions to the plan for the years ended December 31, 2025, and 2024.

Huntington's Disease Foundation

Notes to Financial Statements

December 31, 2025

Note 11 - Significant Concentrations

During the year ended December 31, 2025, approximately 32% of HDF's total revenue was provided by two donors. In addition, approximately 100% of the pledges receivable at December 31, 2025 was due from two donors.

During the year ended December 31, 2024, approximately 61% of HDF's total revenue was provided by one donor. In addition, approximately 99% of the pledges receivable at December 31, 2024 was due from three donors.

Note 12 - Availability and Liquidity

Financial assets available within one year of the statement of financial position date for general expenditures are as follows:

	December 31,	
	2025	2024
Cash and cash equivalents	\$ 1,047,828	\$ 1,595,374
Pledges receivables	300,600	986,607
Investments	21,586,304	19,323,168
Total financial assets	22,934,732	21,905,149
Less amounts not available for general expenditures:		
Net assets with donor restrictions	(16,506,095)	(15,759,764)
Add back amounts appropriated for spending	595,342	544,387
Financial assets available within one year to meet cash needs for general expenditures	<u>\$ 7,023,979</u>	<u>\$ 6,689,772</u>

Note 13 - Subsequent Events

Subsequent events have been evaluated through May 4, 2026, the date the financial statements were available to be issued. There were no material events that have occurred that required adjustment to or disclosure to the financial statements.