

sound investments



Treasurer's Report

We are pleased to present the 2007 and 2006 financial highlights for the Foundation including the National Office and 52 Chapters.

By all financial measures, 2007 was a solid year with total net assets increasing by \$6.3 million to \$77.7 million with an excess of revenue over expense of nearly \$15 million. Total revenue came in at \$252 million, an increase of \$7.2 million due in part to the performance of the Foundation's Investment Portfolio. The Foundation adopted SFAS #158 – Pension Accounting Standard in 2007 and it resulted in a reduction to net assets of \$8.5 million.

Due to the generosity of the American public, we were able to increase our research grant commitment by \$4.0 million, expand NICU Family Support® projects to 61 locations and increase our Program Services Ratio.

In 2007, 77% of our expenses went to funding program activities, including research, advocacy, community programs and education activities.

As we move forward into 2008, we are looking to build upon the strong performance from 2006 and 2007.

We thank our many volunteers and donors and ask for their continued support.

A handwritten signature in black ink, appearing to read "Tom Russo".

Tom Russo
Treasurer
March 28, 2008



financial highlights



Statement of Financial Position

As of December 31, 2007 and 2006 (amounts in thousands)

Assets:	2007	2006
Investments, cash and cash equivalents	\$ 147,371	\$ 134,526
Assets held in trust by others	10,081	9,837
Land, building and equipment – net	10,704	8,609
Other assets	16,216	16,755
Total assets	\$ 184,372	\$ 169,727

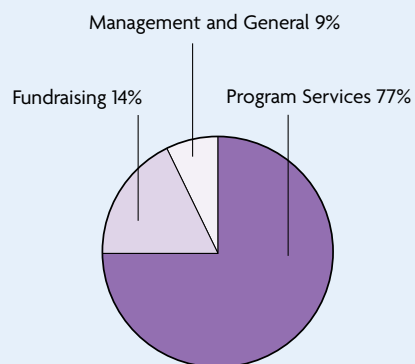
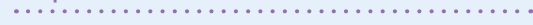
Liabilities:

Grants and awards payable	\$ 37,611	\$ 34,992
Accounts payable and accrued expenses	16,359	13,200
Accrued postretirement and pension benefit costs	44,915	38,834
Other liabilities	7,779	11,298
Total liabilities	106,664	98,324

Net Assets:

Unrestricted	62,968	56,638
Temporarily restricted	2,204	2,485
Permanently restricted	12,536	12,280
Total net assets	77,708	71,403
Total liabilities and net assets	\$ 184,372	\$ 169,727

Expense Allocations for 2007

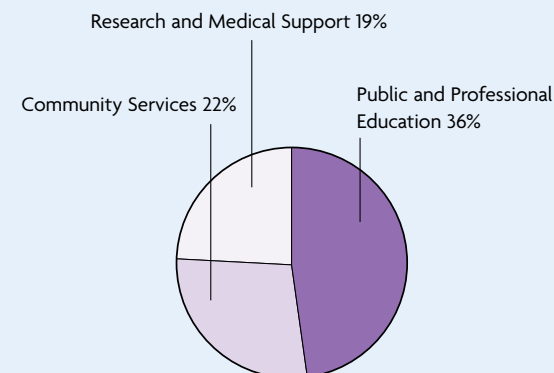


Statement of Financial Activities

Years ended December 31, 2007 and 2006 (amounts in thousands)

Revenue:	2007	2006
Contributions	\$ 213,413	\$ 206,513
Bequests and major gifts	11,062	8,310
Government, foundation and corporate grants	12,298	12,795
Investment gains	8,712	11,157
Other	6,518	6,061
Total revenue	252,003	244,836
Expenses:		
Research and medical support	46,323	43,028
Public and professional education	85,662	82,143
Community services	50,563	49,336
Management and general	20,422	20,785
Fundraising	34,183	31,613
Total expenses	237,153	226,905
Excess revenue over expenses	14,850	17,931
Adjustment in pension liability	(8,545)	9,260
Change in net assets	\$ 6,305	\$ 27,191

Program Services for 2007



A complete copy of financial statements audited by KPMG LLP is available upon request from the March of Dimes Foundation, 1275 Mamaroneck Avenue, White Plains, NY 10605 or on our Web site at marchofdimes.com