

WISCONSIN PARKINSON ASSOCIATION, INC.

FINANCIAL STATEMENTS

August 31, 2021 and 2020

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
Wisconsin Parkinson Association, Inc.
Brookfield, Wisconsin

We have audited the accompanying financial statements of Wisconsin Parkinson Association, Inc., which comprise the statements of financial position as of August 31, 2021 and 2020, and the related statements of activities, functional expenses, and cash flows for the years 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

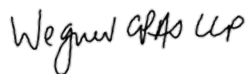
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about 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 financial statements referred to above present fairly, in all material respects, the financial position of Wisconsin Parkinson Association, Inc. as of August 31, 2021 and 2020, 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.



Wegner CPAs, LLP
Waukesha, Wisconsin
February 5, 2022

WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENTS OF FINANCIAL POSITION
August 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
ASSETS		
CURRENT ASSETS		
Cash	\$ 150,975	\$ 106,111
Accounts receivable	4,000	2,850
Unconditional promises to give	17,340	3,265
Prepaid expenses	1,938	2,721
	<u>174,253</u>	<u>114,947</u>
FURNITURE AND EQUIPMENT		
Furniture and equipment	15,087	15,087
Accumulated depreciation	(8,896)	(7,128)
	<u>6,191</u>	<u>7,959</u>
OTHER ASSETS		
Investments	232,564	209,935
	<u>232,564</u>	<u>209,935</u>
Total assets	<u>\$ 413,008</u>	<u>\$ 332,841</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts payable	\$ 7,053	\$ 1,212
Accrued payroll and vacation	27,935	32,173
Deferred rent	5,720	7,305
Deferred revenue	48,425	30,455
Paycheck Protection Program loan	83,036	79,648
	<u>172,169</u>	<u>150,793</u>
NET ASSETS		
Without donor restrictions	240,186	174,054
With donor restrictions	653	7,994
	<u>240,839</u>	<u>182,048</u>
Total liabilities and net assets	<u>\$ 413,008</u>	<u>\$ 332,841</u>

See accompanying notes.

WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENTS OF ACTIVITIES
Years Ended August 31, 2021 and 2020

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
SUPPORT AND REVENUE						
Contributions						
General donations and grants	\$ 324,195	\$ -	\$ 324,195	\$ 304,106	\$ 3,265	\$ 307,371
Special events (less costs of direct benefits to donors of \$0 and \$25,490, respectively)	111,203	-	111,203	131,931	-	131,931
Memorial donations	69,992	-	69,992	69,605	-	69,605
In-kind donations	1,550	-	1,550	4,131	-	4,131
Program service revenue						
Education programs	95,275	-	95,275	51,577	-	51,577
Investment return, net	22,630	-	22,630	18,875	-	18,875
Paycheck Protection Program loan forgiveness	79,648	-	79,648	-	-	-
Total support and revenue	704,493	-	704,493	580,225	3,265	583,490
EXPENSES						
Program services						
Education	493,501	-	493,501	465,543	-	465,543
Parkinson Research Institute	4,229	-	4,229	23,758	-	23,758
Total program services	497,730	-	497,730	489,301	-	489,301
Supporting activities						
Management and general	70,746	-	70,746	74,040	-	74,040
Fundraising	77,226	-	77,226	67,685	-	67,685
Total supporting activities	147,972	-	147,972	141,725	-	141,725
Total expenses	645,702	-	645,702	631,026	-	631,026
NET ASSETS RELEASED FROM RESTRICTIONS						
Satisfaction of purpose restrictions	4,729	(4,729)	-	23,825	(23,825)	-
Expiration of time restrictions	2,612	(2,612)	-	-	-	-
Change in net assets	66,132	(7,341)	58,791	(26,976)	(20,560)	(47,536)
Net assets at beginning of year	174,054	7,994	182,048	201,030	28,554	229,584
Net assets at end of year	\$ 240,186	\$ 653	\$ 240,839	\$ 174,054	\$ 7,994	\$ 182,048

See accompanying notes.

WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended August 31, 2021

	Program Services		Supporting Activities			Total Expenses
	Education	Parkinson Research Institute	Management and General	Fundraising	Direct Benefits to Donors	
Salaries and wages	\$ 265,302	\$ -	\$ 28,769	\$ 31,499	\$ -	\$ 325,570
Payroll taxes	18,326	-	1,955	2,229	-	22,510
Retirement	8,042	-	881	971	-	9,894
Other benefits	51,381	-	4,246	6,812	-	62,439
Professional fees	9,101	-	23,345	6,000	-	38,446
Printing and design	27,445	-	123	9,359	-	36,927
Office expenses	6,221	-	674	738	-	7,633
Telephone and internet	8,056	-	873	956	-	9,885
Postage and mailing	5,769	-	-	3,788	-	9,557
Insurance	2,741	-	267	334	-	3,342
Occupancy	26,175	-	2,838	3,108	-	32,121
Travel	3,156	-	661	374	-	4,191
Outreach and marketing	3,595	-	-	63	-	3,658
Event fees and supplies	52,974	4,229	-	9,483	-	66,686
Conferences and meetings	745	-	-	50	-	795
Bank fees	-	-	5,888	140	-	6,028
Grants and awards	2,736	-	-	-	-	2,736
Depreciation	1,442	-	156	171	-	1,769
Miscellaneous	294	-	70	1,151	-	1,515
Total expenses	\$ 493,501	\$ 4,229	\$ 70,746	\$ 77,226	\$ -	\$ 645,702

See accompanying notes

WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENT OF FUNCTIONAL EXPENSES
Year Ended August 31, 2020

	Program Services		Supporting Activities			Total Expenses
	Education	Parkinson Research Institute	Management and General	Fundraising	Direct Benefits to Donors	
Salaries and wages	\$ 284,451	\$ -	\$ 33,816	\$ 32,323	\$ -	\$ 350,590
Payroll taxes	19,135	-	2,215	2,105	-	23,455
Retirement	7,445	-	947	888	-	9,280
Other benefits	46,703	-	4,897	4,700	-	56,300
Professional fees	4,867	-	22,287	-	-	27,154
Printing and design	29,562	3,609	241	8,345	-	41,757
Office expenses	3,387	-	403	385	-	4,175
Telephone and internet	6,066	-	721	689	-	7,476
Postage and mailing	4,241	1,049	-	2,615	-	7,905
Insurance	2,744	-	158	479	-	3,381
Occupancy	26,061	-	3,098	2,962	-	32,121
Travel	6,237	-	431	381	-	7,049
Outreach and marketing	1,537	67	-	549	-	2,153
Event fees and supplies	3,454	19,007	-	9,446	25,490	57,397
Conferences and meetings	7,358	26	69	279	-	7,732
Bank fees	-	-	4,576	-	-	4,576
Grants and awards	10,317	-	-	-	-	10,317
Depreciation	1,435	-	171	163	-	1,769
Miscellaneous	543	-	10	1,376	-	1,929
Total expenses	465,543	23,758	74,040	67,685	25,490	656,516
Less expenses included with support and revenue on the statements of activities	-	-	-	-	(25,490)	(25,490)
Total expenses included in the expenses section of the statements of activities	\$ 465,543	\$ 23,758	\$ 74,040	\$ 67,685	\$ -	\$ 631,026

See accompanying notes.

WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
Years Ended August 31, 2021 and 2020

	<u>2021</u>	<u>2020</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 58,791	\$ (47,536)
Adjustments to reconcile change in net assets to net cash flows from operating activities		
Depreciation	1,769	1,769
Net unrealized and realized gains on investments	(19,128)	(14,953)
Paycheck Protection Program loan forgiveness	(79,648)	-
(Increase) decrease in assets		
Accounts receivable	(1,150)	740
Unconditional promises to give	(14,075)	(3,265)
Prepaid expenses	783	468
Increase (decrease) in liabilities		
Accounts payable	5,841	(486)
Accrued payroll and vacation	(4,238)	10,995
Deferred rent	(1,585)	(764)
Deferred revenue	17,970	(22,305)
Net cash flows from operating activities	<u>(34,670)</u>	<u>(75,337)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and dividends retained in investments	(3,502)	(3,921)
Proceeds from the sale of investments	-	35,000
Net cash flows from investing activities	<u>(3,502)</u>	<u>31,079</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from Paycheck Protection Program loan	<u>83,036</u>	<u>79,648</u>
Change in cash	44,864	35,390
Cash at beginning of year	<u>106,111</u>	<u>70,721</u>
Cash at end of year	<u>\$ 150,975</u>	<u>\$ 106,111</u>

See accompanying notes.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Nature of Activities

Wisconsin Parkinson Association, Inc. (WPA) is a nonprofit organization that provides community awareness, education, and support to people with Parkinson's disease and their families primarily through educational programs and its network of support groups throughout Wisconsin and neighboring states. WPA also raises funds to support Parkinson's training for health care professionals serving the Parkinson's population. WPA is primarily funded through contributions and educational program fees including educational webinar fees, exhibitor fees, and sponsorship packages.

Accounts Receivable

Accounts receivable primarily consist of educational fees due from exhibitors at WPA's educational programs. Accounts receivable are reported at the amount management expects to collect from outstanding balances. As of August 31, 2021 and 2020, management has determined based on historical experience that all amounts are fully collectible and no allowance for doubtful accounts is necessary.

Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional.

Furniture and Equipment

Furniture and equipment are capitalized and carried at cost or, if donated, at the estimated fair value at the date of donation. Depreciation is computed using the straight-line method over the estimated useful life of the asset.

Investments

WPA reports investments in equity securities with readily determinable fair values at their fair values in the statements of financial position. Unrealized gains and losses are included in the change in net assets in the accompanying statements of activities.

Investment securities are exposed to various risks such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statements of financial position.

Income Tax Status

WPA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

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 the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Revenue Recognition

WPA provides educational opportunities through various programs and hosts an annual educational program in August. Revenue from these programs include educational fees, exhibitor fees, and sponsorship packages, which are recognized when the program takes place. The portion of sponsorships considered a contribution is conditional upon the program taking place and is also recognized when the programs takes place.

WPA generally bills for these programs prior to or on the date the program are held. Any revenues collected in advance of a program are deferred and recognized as revenue in the future period when the program is held. Deferred revenue at August 31, 2021 and 2020 includes \$20,800 and \$16,900 of sponsorships conditioned upon next year's program taking place.

Donated Services

Donated services are recognized as contributions if the services create or enhance nonfinancial assets or they require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Donated printing and design for the years ended August 31, 2021 and 2020 was \$1,550 and \$4,131, respectively, and included in education program service expenses in the statements of activities.

Contributions

Contributions that are restricted by the donor are reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Date of Management's Review

Management has evaluated subsequent events through February 5, 2022, the date which the financial statements were available to be issued.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 1—SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Expense Allocation

The financial statements report certain expenses that are attributable to more than one program service or supporting activity. Therefore, these expenses are allocated among program services and supporting activities on a reasonable basis that is consistently applied (generally, allocations are based on estimates of time and effort). Allocated expenses include salaries and wages, payroll taxes, retirement, other benefits, office expenses, telephone and internet, occupancy, and depreciation.

The following program services and supporting activities are included in the accompanying financial statements:

Education—WPA provides educational opportunities for people with Parkinson’s disease and the public through community-based programs and health fairs. These workshops include half-day events around the state of Wisconsin, as well as an annual full-day symposium.

Parkinson Research Institute— WPA provides medical education to communicate existing and new medical knowledge related to treatment alternatives and pursuit of a cure for Parkinson’s disease. Parkinson Research Institute also includes WPA support for Parkinson’s research efforts seeking a cure for Parkinson’s disease, as well as improving the lives of those affected.

Management and General—Includes accounting and production of financial reports, oversight of the annual budget, supervision of departments and programs, maintenance of personnel records, attending general board and committee meetings, and any other administrative and office services necessary for WPA.

Fundraising—Activities to encourage and secure private financial support from individuals, foundations, and corporations.

NOTE 2—INVESTMENTS

Investments are comprised of the following:

	2021	2020
Mutual fund	\$ 140,449	\$ 117,837
Cash equivalents held by investment managers	92,115	92,098
	\$ 232,564	\$ 209,935

Mutual funds are valued at the published net asset value per unit at the end of the last trading day of the fiscal year, which are Level 1 fair value measurements.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 3—OPERATING LEASES

WPA leases office space under a non-cancellable operating lease that expires in August 2023. Lease payments of \$2,791 are required through May 31, 2021 with 2.5% annual increases each June 1 through the term of the lease. Lease expense for the years ended August 31, 2021 and 2020 was \$32,121 per year. Future minimum lease payments for the years ending August 31 are:

2022		\$	34,549
2023			35,412

NOTE 4—PENSION PLAN

WPA sponsors a Simple IRA savings plan. Employee contributions are subject to certain limits based on federal tax law. Annually, WPA may choose to make discretionary matching contributions between 0% and 3% for participating employees, dependent on the participant's deferral. Pension expense for the years ended August 31, 2021 and 2020 was \$9,894 and \$9,280, respectively.

NOTE 5—NET ASSETS

WPA's board of directors have designated net assets without donor restrictions for the following purposes:

	2021		2020
Designated for unemployment compensation reserves	\$ 5,114		\$ 5,176
Undesignated	235,072		168,878
	\$ 240,186		\$ 174,054

Net assets with donor restrictions are restricted for the following purposes:

	2021		2020
Punt with Pack event	\$ -		\$ 500
Parkinson Research Institute	-		4,229
Time restrictions	653		3,265
	\$ 653		\$ 7,994

NOTE 6—PAYCHECK PROTECTION PROGRAM LOAN

WPA received loans totaling \$162,684 under the Paycheck Protection Program (PPP) established by the Coronavirus Aid, Relief, and Economic Security (CARES) Act and administered by the U.S. Small Business Administration (SBA). The loans accrue interest at 1% but payments are deferred for borrowers who apply for forgiveness until SBA remits the borrower's forgiveness amount to the lender. The amount of forgiveness depends, in part, on the total amount of eligible expenses paid by WPA during the covered period. Eligible expenses may

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 6—PAYCHECK PROTECTION PROGRAM LOAN (continued)

include payroll costs, interest on mortgages, rent, and utilities. Any unforgiven portion is payable over five years.

On April 22, 2021, the SBA preliminarily approved forgiveness of WPA's first draw loan and accrued interest. On October 7, 2021, the SBA preliminarily approved forgiveness of WPA's second draw loan and accrued interest. WPA must retain PPP documentation in its files for six years after the date the loan is forgiven or repaid in full and permit authorized representatives of SBA to access such files upon request. SBA may review any loan at any time at its discretion. Therefore, SBA may review WPA's good-faith certification concerning the necessity of its loan request, whether WPA calculated the loan amount correctly, whether WPA used loan proceeds for the allowable uses specified in the CARES Act, and whether WPA is entitled to loan forgiveness in the amount claimed on its application. If SBA determines WPA was ineligible for the loan or for forgiveness in whole or in part, SBA will seek repayment of the outstanding loan balance.

NOTE 7—LIQUIDITY AND AVAILABILITY

The following reflects WPA's financial assets at August 31, 2021 and 2020, reduced by amounts not available for general expenditures within one year of the dates of the statements of financial position because of donor-imposed restrictions or other designations:

	<u>2021</u>	<u>2020</u>
Total financial assets at end of year:		
Cash	\$ 150,975	\$ 106,111
Accounts receivable	4,000	2,850
Unconditional promises to give	17,340	3,265
Investments	<u>232,564</u>	<u>209,935</u>
Total financial assets at end of year	404,879	322,161
Less amounts unavailable for general expenditures within one year:		
Restricted by donors with purpose restrictions	-	(4,729)
Restricted by donors with time restrictions	(653)	(3,265)
Designated for unemployment compensation reserve	<u>(5,114)</u>	<u>(5,176)</u>
Financial assets available to meet cash needs within one year	<u>\$ 399,112</u>	<u>\$ 308,991</u>

As part of WPA's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2021 and 2020

NOTE 8—COVID-19 CONSIDERATIONS

The COVID-19 outbreak has caused disruption for nonprofit organizations and other businesses and has resulted in mandated and voluntary closings of businesses including cancellations of events and meetings. WPA has cancelled certain planned in-person events in 2020 and 2021 and converted to virtual events. WPA offered both in-person and virtual attendance to its 2021 annual symposium and began a new educational webinar series resulting in an increase in program service revenue.