

The ALS Association - Texas Chapter

**Financial Statements
January 31, 2023 and 2022**



The ALS Association – Texas Chapter

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Independent Auditors' Report

To the Board of Directors of
The ALS Association - Texas Chapter

Opinion

We have audited the accompanying financial statements of The ALS Association - Texas Chapter (a nonprofit organization), which comprise the statements of financial position as of January 31, 2023 and 2022, and the related statements of activities, 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 ALS Association - Texas Chapter as of January 31, 2023 and 2022, 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 (GAAP).

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of The ALS Association - Texas Chapter and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. 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 GAAP, 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 ALS Association - Texas Chapter's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditors' 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 auditors' 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, including omissions, 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 ALS Association - Texas Chapter'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 ALS Association - Texas Chapter'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.



A Limited Liability Partnership

Arlington, Texas
December 12, 2023

The ALS Association - Texas Chapter
Statements of Financial Position
January 31, 2023 and 2022

	2023	2022
Assets		
Cash	\$ 1,134,155	\$ 1,621,217
Investments	1,413,871	432,090
Contributions receivable	41,500	115,261
Deposits	-	1,701
Donated durable medical equipment	460,220	649,910
Total assets	\$ 3,049,746	\$ 2,820,179
Liabilities and Net Assets		
Liabilities:		
Accounts payable and accrued liabilities	\$ 169,945	\$ 290,038
Due to related party	153,312	-
Economic Injury Disaster loan	-	149,900
Total liabilities	323,257	439,938
Net assets:		
Without donor restrictions	2,682,060	2,305,224
With donor restrictions	44,429	75,017
Total net assets	2,726,489	2,380,241
Total liabilities and net assets	\$ 3,049,746	\$ 2,820,179

See notes to financial statements.

The ALS Association - Texas Chapter
Statement of Activities
Year Ended January 31, 2023

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Special events, net of \$110,112 in direct benefits to donors	\$ 1,569,121	\$ -	\$ 1,569,121
Contributions	1,883,556	-	1,883,556
Donated durable medical equipment	302,100	-	302,100
Investment loss, net	(61,470)	-	(61,470)
Other income	1,500	-	1,500
Net assets released from restrictions	30,588	(30,588)	-
Total support and revenue	3,725,395	(30,588)	3,694,807
Expenses:			
Program services	2,159,426	-	2,159,426
General and administrative	305,194	-	305,194
Fundraising	490,749	-	490,749
Total expenses	2,955,369	-	2,955,369
Change in net assets from operations	770,026	(30,588)	739,438
Loss on inventory obsolescence	(393,190)	-	(393,190)
Change in net assets	376,836	(30,588)	346,248
Net assets at beginning of year	2,305,224	75,017	2,380,241
Net assets at end of year	\$ 2,682,060	\$ 44,429	\$ 2,726,489

See notes to financial statements.

The ALS Association - Texas Chapter
Statement of Activities
Year Ended January 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Special events, net of \$149,820 in direct benefits to donors	\$ 1,451,418	\$ -	\$ 1,451,418
Contributions	1,450,802	-	1,450,802
Government grants	298,800	-	298,800
Donated durable medical equipment	309,720	-	309,720
Investment loss, net	(20,183)	-	(20,183)
Net assets released from restrictions	247,959	(247,959)	-
Total support and revenue	3,738,516	(247,959)	3,490,557
Expenses:			
Program services	2,079,846	-	2,079,846
General and administrative	267,596	-	267,596
Fundraising	403,148	-	403,148
Total expenses	2,750,590	-	2,750,590
Change in net assets from operations	987,926	(247,959)	739,967
Loss on inventory obsolescence	(410,650)	-	(410,650)
Change in net assets	577,276	(247,959)	329,317
Net assets at beginning of year	1,727,948	322,976	2,050,924
Net assets at end of year	\$ 2,305,224	\$ 75,017	\$ 2,380,241

See notes to financial statements.

The ALS Association - Texas Chapter
Statement of Functional Expenses
Year Ended January 31, 2023

	Program Services	General and Administrative	Fundraising	Total
Employee compensation and related costs	\$ 1,361,477	\$ 194,497	\$ 388,993	\$ 1,944,967
Client assistance	163,292	-	-	163,292
Clinic support	5,000	-	-	5,000
Revenue share to ALS National	360,201	50,892	95,803	506,896
Office	60,402	8,627	57,381	126,410
Occupancy	53,386	7,627	15,253	76,266
Professional fees	12,263	22,775	-	35,038
Travel	25,813	2,340	5,728	33,881
Awards and prizes	18,654	-	2,073	20,727
Contract services	83,273	16,307	31,372	130,952
Insurance	4,621	660	1,320	6,601
Advertising and promotion	11,044	1,469	2,938	15,451
Total expenses	2,159,426	305,194	600,861	3,065,481
Less expenses included with revenues on the statement of activities				
Direct costs of special events	-	-	(110,112)	(110,112)
Total expenses included in the expense section on the statement of activities	\$ 2,159,426	\$ 305,194	\$ 490,749	\$ 2,955,369

See notes to financial statements.

The ALS Association - Texas Chapter
Statement of Functional Expenses
Year Ended January 31, 2022

	Program Services	General and Administrative	Fundraising	Total
Employee compensation and related costs	\$ 1,178,052	\$ 168,293	\$ 336,586	\$ 1,682,931
Client assistance	130,942	-	-	130,942
Clinic support	127,000	-	-	127,000
Revenue share to ALS National	307,404	42,914	57,090	407,408
Research contribution to ALS National	28,162	-	-	28,162
Office	56,391	8,057	63,371	127,819
Occupancy	67,868	9,695	19,391	96,954
Professional fees	14,955	27,773	-	42,728
Travel	16,365	1,562	3,728	21,655
Awards and prizes	23,095	-	2,566	25,661
Contract services	106,147	6,208	64,047	176,402
Insurance	3,748	535	1,071	5,354
Advertising and promotion	19,717	2,559	5,118	27,394
Total expenses	2,079,846	267,596	552,968	2,900,410
Less expenses included with revenues on the statement of activities				
Direct costs of special events	-	-	(149,820)	(149,820)
Total expenses included in the expense section on the statement of activities	\$ 2,079,846	\$ 267,596	\$ 403,148	\$ 2,750,590

See notes to financial statements.

The ALS Association - Texas Chapter
Statements of Cash Flows
Years Ended January 31, 2023 and 2022

	2023	2022
Cash flows from operating activities:		
Change in net assets	\$ 346,248	\$ 329,317
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Loss on inventory obsolescence	393,190	410,650
Unrealized/realized losses on investments	76,523	16,269
Changes in assets and liabilities:		
Contributions receivable	73,761	61,520
Deposits	1,701	1,641
Donated durable medical equipment	(203,500)	(257,880)
Accounts payable and accrued liabilities	(120,093)	238,966
Due to related party	153,312	(172,384)
Refundable advance	-	(298,800)
Net cash provided by operating activities	721,142	329,299
Cash flows from investing activities:		
Purchases of investments	(2,072,954)	(844,951)
Sales of investments	1,014,650	396,592
Net cash used by investing activities	(1,058,304)	(448,359)
Cash flows from financing activities:		
Payments on Economic Injury Disaster loan	(149,900)	-
Change in cash	(487,062)	(119,060)
Cash at beginning of year	1,621,217	1,740,277
Cash at end of year	\$ 1,134,155	\$ 1,621,217
Noncash financing activities:		
Forgiveness of Paycheck Protection Program loan	\$ -	\$ 298,800

See notes to financial statements.

The ALS Association – Texas Chapter

Notes to Financial Statements

1. Organization

The ALS Association - Texas Chapter (Organization) is a nonprofit organization incorporated in the State of Texas in 1994. Our purpose is to discover treatments and a cure for ALS (amyotrophic lateral sclerosis, commonly known as “Lou Gehrig’s Disease”) and to serve, advocate for and empower people affected by ALS to live their lives to the fullest. We fulfill our mission by funding ALS research, supporting ALS certified centers, providing direct services such as durable medical equipment, communication and assistive devices, support groups, informational and referral services, and continuing the perpetual campaign to educate the public and raise awareness about this horrible disease.

The Organization is chartered by the Amyotrophic Lateral Sclerosis Association (National ALS) and is one of approximately 40 chapters across the country.

The Organization’s mission is also carried on through services provided by the National ALS. In accordance with the terms of this relationship, the Organization is required to share a calculated portion of its revenue with the National ALS based on a percentage of contributions, excluding contributions restricted to research. This revenue sharing is calculated and paid quarterly.

On October 8, 2022, the Organization entered in to a transfer agreement with the National ALS. The agreement resulted in a unified structure of the ALS chapters effective November 1, 2022. At the unification date, all assets and liabilities of the Organization, with the exception of cash and investments, were transferred to the National ALS. After unification, the Organization will continue to operate with the National ALS assuming all further assets, liabilities, revenue and expenses. The Organization will legally merge with the National ALS on or before December 31, 2024.

The Organization is primarily supported by contributions from the general public, special event revenue and donated medical equipment.

2. Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements are presented on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America (GAAP).

Financial Statement Presentation

Net assets, revenues, gains and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified as follows:

The ALS Association – Texas Chapter

Notes to Financial Statements

Net assets without donor restrictions - Net assets not subject to donor-imposed restrictions. Net assets without donor or grantor restrictions may be designated for specific purposes by action of the board of directors.

Net assets with donor restrictions - Net assets subject to donor or grantor restrictions that will be met by actions of the Organization and/or the passage of time.

Some net assets with donor restrictions include a stipulation that assets provided be maintained permanently (perpetual in nature) while permitting the Organization to expend the income generated by the assets in accordance with the provisions of additional donor-imposed stipulations or a board of directors approved spending policy. As of January 31, 2023 and 2022, no such net asset restrictions existed.

Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in net assets without donor restrictions. Contributions whose restrictions are met in the same year the contributions are received are reported as net assets without donor restrictions. Expirations of net assets with donor restrictions (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) are reported as reclassifications between the applicable classes of net assets.

Financial Instruments and Concentrations of Risk

Financial instruments which are potentially subject to concentrations of credit and market risk consist principally of cash, investments and contributions receivable. The Organization places cash with a high credit quality financial institution to minimize risk. Accounts are insured by the Federal Deposit Insurance Corporation up to \$250,000. The Organization had an uninsured bank balance totaling \$851,612 at January 31, 2023. The Organization has not experienced any losses on such assets.

The Organization's investments are subject to various risks, such as interest rate, credit and overall market volatility risks. Further, because of the significance of the investments to the Organization's financial position and the level of risk inherent in most investments, it is reasonably possible that changes in the values of the investments could occur in the near term and such changes could materially affect the amounts reported in the financial statements. Management is of the opinion that the diversification of its invested assets among the various asset classes should mitigate the impact of changes.

Contributions receivable are unsecured and are due from various donors. At January 31, 2023, contributions receivable are all expected to be collected in the year ending January 31, 2024.

The Organization continually evaluates the collectability of contributions and maintains allowances for potential losses, if considered necessary. At January 31, 2023 and 2022, the Organization estimates that no allowance for uncollectible receivables was necessary.

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Notes to Financial Statements

At January 31, 2023, 84% of contributions receivable were due from two donors. As of January 31, 2022, 80% of contributions receivable were due from two donors.

Investments

The Organization's investments in marketable securities are reported at fair value in the accompanying statements of financial position. Purchases and sales of securities are recorded on trade-date basis. Interest income is recorded on the accrual basis, and dividends are recorded on the ex-dividend date. Interest and dividend income is shown net of direct investment expense on the statements of activities. Realized and unrealized gains and losses are included in the statements of activities.

Revenue Recognition

The Organization recognizes contributions from individuals when cash, securities, other assets or an unconditional promise to give is received. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of the amounts expected to be collected. All contributions are considered available for unrestricted use unless specifically restricted by the donor. Conditional promises to give, those with a measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been met.

Special event revenue is recognized at the time of the event. Cash received in advance of the event is reported as deferred revenue.

Donated Durable Medical Equipment

The Organization receives donated durable medical equipment (DME), which is distributed to qualified individuals. Donated DME is recorded at estimated fair value as in-kind contribution revenue and inventory at the time the items are available for intended use. Donated DME with insignificant value or that cannot be distributed to clients is not recorded. The fair value of items contributed and made ready for use during the years ended January 31, 2023 and 2022 totaled \$302,100 and \$309,720, respectively, reported on the accompanying statements of activities.

When the equipment is distributed to an eligible consumer, the item is recognized as expense and released from inventory. The estimated value of DME distributed to eligible consumers during the years ended January 31, 2023 and 2022 totaled \$163,292 and \$114,468, respectively, and is reported in client assistance in the accompanying statements of functional expenses. During the years ended January 31, 2022 and 2021, the Organization recognized a loss on DME inventory totaling \$393,190 and \$410,650 respectively, to remove obsolete inventory.

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Notes to Financial Statements

All other donated materials and equipment are recognized as contributions at their estimated fair values at date of receipt. Contributions of services are recorded at estimated fair value if the services received create or enhance nonfinancial assets or require specialized skills and would typically need to be purchased if not provided by donation. Many individuals volunteer their time and perform a variety of nonprofessional tasks that assist the Organization in delivering its programs and running fundraising events. The value of these services is not reflected in the financial statements as they do not meet the requirements for recognition in accordance with GAAP.

Advertising Costs

Advertising costs are expensed as incurred. Advertising expense for the years ended January 31, 2023 and 2022 totaled \$15,451 and \$27,394, respectively, included in advertising and promotion expense in the accompanying statements of functional expenses.

Allocation of Functional Expenses

The costs of providing the various program services and supporting activities have been summarized on a functional basis in the statements of activities. The statements of functional expenses present expenses by function and natural classification. Certain costs are charged directly to the functions they benefit. The financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include employee compensation and related expenses, office, occupancy, travel, contract services, insurance, and advertising and promotion which are allocated on the basis of estimates of employee time and effort. The functional expense allocation of the revenue sharing expense is based on allocation information provided by the National ALS. All other expenses have been directly allocated.

Federal Income Taxes

The Organization is exempt from federal income taxes under section 501(c)(3) of the Internal Revenue Code (IRC) and has not been classified as a private foundation as defined in the IRC. Income generated from activities unrelated to the Organization's exempt purposes is subject to tax under IRC Section 511. The Organization had no unrelated business income for the year ended January 31, 2023 and 2022. Accordingly, no provision has been made for federal income tax in the accompanying financial statements.

GAAP requires the evaluation of tax positions taken in the course of preparing the Organization's tax return and recognition of a tax liability (or asset) if the Organization has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service. Management has analyzed the tax positions taken by the Organization, and has concluded that as of January 31, 2023 and 2022, there are no uncertain tax positions taken or

The ALS Association – Texas Chapter

Notes to Financial Statements

expected to be taken that would require recognition of a liability (or asset) or disclosure in the financial statements.

Estimates and Assumptions

The preparation of financial statements in conformity with GAAP 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 estimated.

Accounting Pronouncements Adopted

The Organization adopted ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets* (ASU 2020-07). ASU 2020-07 increases transparency of contributed nonfinancial assets for not-for-profit (NFP) entities through enhancements to presentation and disclosure. The amendments in ASU 2020-07 address stakeholders' concerns about the lack of transparency about the measurement of contributed nonfinancial assets recognized by NFPs, as well as the amount of those contributions used in an NFP's programs and other activities. ASU 2020-07 requires NFPs to present contributed nonfinancial assets as a separate line item in the statements of activities. The Organization has adopted this ASU on the retrospective basis as of and for the year ended January 31, 2023. Analysis of various provisions of this standard resulted in no significant changes in the way the Organization recognizes contributions of nonfinancial assets, and therefore, no changes were required to net assets as of February 1, 2022. The presentation and disclosures of contributed nonfinancial assets have been enhanced in accordance with this standard.

3. Fair Value Measurement

Under the Fair Value Measurements and Disclosures topic of the Codification, ASC 820, disclosures are required about how fair value is determined for assets and liabilities and a hierarchy for which these assets and liabilities must be grouped is established, based on significant levels of inputs as follows:

Level 1 – Inputs to the valuation methodology are quoted prices available in active markets for identical investments as of the reporting date;

Level 2 – Inputs to the valuation methodology are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value can be determined through the use of models or other valuation methodologies;

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Level 3 – Inputs to the valuation methodology are unobservable inputs in situations where there is little or no market activity for the asset or liability and the reporting entity makes estimated or assumptions related to the pricing of the asset or liability including assumptions regarding risk.

A financial instrument’s level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. The following is a description of the valuation methodologies used for instruments measured at fair value, including the general classification of such instruments pursuant to the valuation hierarchy:

Mutual funds, stocks and exchange traded funds

The Organization’s investments are valued at the closing price reported on the active markets in which the individual securities are traded and are classified within Level 1 of the valuation hierarchy.

The methods described above may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values.

Furthermore, while the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth the level, within the fair value hierarchy, the Organization’s investments at fair value at January 31:

	2023	2022
Mutual funds	\$ 724,824	\$ 232,196
Stocks and ETFs	689,042	199,894
Total	\$ 1,413,866	\$ 432,090

The following investments represent more than 10% of investments in exchange traded funds at January 31:

	2023	2022
United States Treasury Cash Reserves	12%	-
iShares IBOXX Investment Grade Corp Bond	-	13%
DoubleLine Total Return Bond	-	13%
iShares 20+ YR Treasury Bond EFT	-	12%
iShares 7-10 YR Treasury Bond ETF	-	12%
Cambria Tail Risk EFT	-	11%

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Notes to Financial Statements

Investment loss consists of the following for the years ended January 31:

	2023	2022
Interest and dividends	\$ 22,353	\$ 4,354
Unrealized/realized loss on investments	(76,523)	(16,269)
Fees	(7,300)	(8,268)
Investment loss, net	\$ (61,470)	\$ (20,183)

4. Paycheck Protection Program Loan

On January 27, 2021, the Organization received a forgivable Paycheck Protection Program loan in the aggregate amount of \$298,800 (PPP Loan) as provided under the CARES Act, as amended by the Paycheck Protection Program Flexibility Act of 2020. In accordance with ASU 2018-08, the Organization is treating the PPP Loan as a conditional contribution. The Organization received formal forgiveness of the entire amount of the PPP Loan on October 14, 2021. Accordingly, forgiveness of the PPP Loan is shown as government grant revenue in the accompanying statement of activities for the year ended January 31, 2022.

5. Economic Injury Disaster Loan Program

On July 24, 2020, the Organization received \$150,000 in loan funding from the Economic Injury Disaster Loan (EIDL) program administered by the SBA, which program was expanded pursuant to the CARES Act. The EIDL is evidenced by a promissory note (EIDL Note) in the original principal amount of \$150,000 with the SBA, the lender.

Under the terms of the EIDL Note, interest accrues on the outstanding principal at the rate of 2.75% per annum beginning on July 24, 2022. The term of the EIDL Note is 30 years, though it may be payable sooner upon an event of default under the EIDL Note. Under the EIDL Note, the Organization will be obligated to make equal monthly payments of \$641 beginning in January 2023 through the maturity date of July 2050. The EIDL Note may be prepaid in part or in full, at any time, without penalty and is collateralized by the Organization's bank deposits, accounts receivable and equipment. The balance was paid in full on October 27, 2022.

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Notes to Financial Statements

6. Net Assets With Donor Restrictions

Net assets with donor restrictions consist of amounts restricted for the following purposes at January 31:

	2023	2022
Time restricted	\$ -	\$ 17
Programs	19,429	-
Time restricted - programs	25,000	75,000
	\$ 44,429	\$ 75,017

7. Contributed Nonfinancial Assets

During the years ending January 31, 2023 and 2022, the Organization received donated durable medical equipment totaling \$302,100 and \$309,720, respectively. Donated durable medical equipment is valued at the estimated cost of comparable medical equipment. The amount was fully allocated to program services and there were no donor restrictions related to these contributions.

8. Related Party Transactions

The Organization makes revenue sharing payments to the National ALS based on a percentage of contributions, excluding contributions made for research which are given in full to the National ALS. During the year ended January 31, 2023, revenue sharing expense and other costs to the National ALS totaled \$506,896 and \$22,387, respectively and are reported as revenue share to National ALS, research contribution to National ALS and contract services in the accompanying statement of functional expenses. During the year ended January 31, 2022, revenue sharing expense, contributions for research and other costs to the National ALS totaled \$407,408, \$28,162 and \$24,763, respectively and are reported as payments to the National ALS in the accompanying statement of functional expenses.

The Organization received contributions totaling \$155,393 and \$133,490 during the years ended January 31, 2023 and 2022, respectively, from members of the board of directors.

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Notes to Financial Statements

9. Liquidity and Availability of Resources

The Organization’s financial assets available for general expenditure within one year of the statement of financial position date are as follows at January 31:

	<u>2023</u>	<u>2022</u>
Cash	\$ 1,134,155	\$ 1,621,217
Investments	1,413,871	432,090
Contributions receivable	<u>41,500</u>	<u>115,261</u>
Total financial assets available within one year available for general expenditures	<u>\$ 2,589,526</u>	<u>\$ 2,168,568</u>

The Organization has a policy to structure its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Organization targets to have four months general operating cash on hand as outlined by the National ALS.

10. Subsequent Events

The Organization has evaluated subsequent events through December 12, 2023, the date the financial statements were available to be issued, and concluded that no additional disclosures are required.