

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

**FINANCIAL STATEMENTS
and
SUPPLEMENTAL INFORMATION**

JANUARY 31, 2022

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INDEPENDENT AUDITORS' REPORT

To the Board of Directors
The ALS Association Golden West Chapter

Opinion

We have audited the accompanying financial statements of The ALS Association Golden West Chapter (a nonprofit organization), which comprise the Statement of Financial Position as of January 31, 2022, and 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 financial statements referred to above present fairly, in all material respects, the financial position of The ALS Association Golden West Chapter as of January 31, 2022, and the changes in 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. 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 Golden West 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 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 ALS Association Golden West 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 auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, 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.

INDEPENDENT AUDITORS' REPORT

continued

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The ALS Association Golden West 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 Golden West 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.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The Program Services Breakdown Schedule is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Report on Summarized Comparative Information

We have previously audited The ALS Association Golden West Chapter's 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated September 20, 2021. In our opinion, the summarized comparative information presented herein as of and for the year ended January 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Harrington Group

Pasadena, California
September 20, 2022

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

STATEMENT OF FINANCIAL POSITION

January 31, 2022

With comparative totals at January 31, 2021

	Without Donor Restrictions	With Donor Restrictions	2022	2021
ASSETS				
Cash and cash equivalents (Note 2)	\$ 8,893,553	\$ 1,575,804	\$ 10,469,357	\$ 9,253,464
Accounts receivable	486,551		486,551	45,750
Pledges receivable, net (Note 4)	212,473	618,955	831,428	1,577,800
Prepaid expenses	85,429		85,429	55,709
Investments (Note 5)	131,280		131,280	102,226
Property and equipment (Note 6)	-		-	-
	\$ 9,809,286	\$ 2,194,759	\$ 12,004,045	\$ 11,034,949
LIABILITIES AND NET ASSETS				
LIABILITIES				
Accounts payable	\$ 137,149	\$ -	\$ 137,149	\$ 40,323
Accrued liabilities (Note 7)	347,848		347,848	670,893
Refundable advances (Note 11)	722,010		722,010	722,010
Note payable (Note 12)	160,000		160,000	160,000
	1,367,007	-	1,367,007	1,593,226
NET ASSETS				
Without donor restrictions	8,442,279		8,442,279	6,703,361
With donor restrictions (Note 10)		2,194,759	2,194,759	2,738,362
	8,442,279	2,194,759	10,637,038	9,441,723
TOTAL NET ASSETS	8,442,279	2,194,759	10,637,038	9,441,723
TOTAL LIABILITIES AND NET ASSETS	\$ 9,809,286	\$ 2,194,759	\$ 12,004,045	\$ 11,034,949

The accompanying notes are an integral part of these financial statements.

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

STATEMENT OF ACTIVITIES
For the year ended January 31, 2022
With comparative totals for the year ended January 31, 2021

	Without Donor Restrictions	With Donor Restrictions	2022	2021
REVENUE AND SUPPORT				
Contributions	\$ 8,483,646	\$ 695,193	\$ 9,178,839	\$ 6,017,048
Special events income - net of expenses of \$217,756	1,288,704		1,288,704	2,203,928
Gain on investments	3,839		3,839	52
Interest income	587		587	1,111
Net assets released from restrictions (Note 10)	1,238,796	(1,238,796)	-	-
TOTAL REVENUE AND SUPPORT	<u>11,015,572</u>	<u>(543,603)</u>	<u>10,471,969</u>	<u>8,222,139</u>
EXPENSES				
Program services	7,638,215		7,638,215	6,153,847
Management and general	791,137		791,137	611,465
Fundraising	847,302		847,302	703,395
TOTAL EXPENSES	<u>9,276,654</u>	<u>-</u>	<u>9,276,654</u>	<u>7,468,707</u>
CHANGE IN NET ASSETS BEFORE OTHER INCOME	1,738,918	(543,603)	1,195,315	753,432
OTHER INCOME				
Paycheck protection program loan forgiveness	-		-	586,900
CHANGE IN NET ASSETS	1,738,918	(543,603)	1,195,315	1,340,332
NET ASSETS, BEGINNING OF YEAR	<u>6,703,361</u>	<u>2,738,362</u>	<u>9,441,723</u>	<u>8,101,391</u>
NET ASSETS, END OF YEAR	<u>\$ 8,442,279</u>	<u>\$ 2,194,759</u>	<u>\$ 10,637,038</u>	<u>\$ 9,441,723</u>

The accompanying notes are an integral part of these financial statements.

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

STATEMENT OF FUNCTIONAL EXPENSES
For the year ended January 31, 2022
With comparative totals for the year ended January 31, 2021

	Program Services	Management and General	Fundraising	Total Expenses	
				2022	2021
Salaries	\$ 3,110,900	\$ 328,725	\$ 262,843	\$ 3,702,468	\$ 3,522,583
Payroll taxes and benefits	675,165	71,344	57,045	803,554	735,639
Total personnel costs	<u>3,786,065</u>	<u>400,069</u>	<u>319,888</u>	<u>4,506,022</u>	<u>4,258,222</u>
Research, patient service, and program support - National office	1,403,414	198,287	373,269	1,974,970	807,497
Outside contractors/providers	1,014,183	107,167	85,689	1,207,039	572,260
Clinic programs	530,330			530,330	822,934
Rent and loan programs	218,330	23,071	18,447	259,848	224,611
Professional services/constituent support and advocacy	158,297	16,727	13,375	188,399	102,412
Constituent activities, conferences, and meetings	145,872	15,414	12,325	173,611	167,401
Supplies and materials	70,798	7,481	5,982	84,261	84,561
Equipment purchases	62,817	6,638	5,307	74,762	71,317
Outside services/clinical and equipment evaluations	55,550			55,550	142,509
Telephone and internet	44,079	4,658	3,724	52,461	44,581
Maintenance of durable medical equipment, augmentative and alternative communication devices, and other equipment	37,069			37,069	13,728
Postage, shipping, and mailing	25,860	2,733	2,185	30,778	24,706
Miscellaneous office expenses	20,625	2,178	1,743	24,546	36,130
Travel and mileage	16,577	1,752	1,401	19,730	49,677
Licenses and fees	13,074	1,382	1,105	15,561	1,950
Printing	12,667	1,339	1,070	15,076	18,272
Dues and subscriptions	8,698	919	735	10,352	9,195
Insurance	8,119	858	686	9,663	12,363
Advertising and publicity	4,394	464	371	5,229	2,092
Transportation services (persons with ALS)	1,397			1,397	2,289
TOTAL 2022 FUNCTIONAL EXPENSES	<u><u>\$ 7,638,215</u></u>	<u><u>\$ 791,137</u></u>	<u><u>\$ 847,302</u></u>	<u><u>\$ 9,276,654</u></u>	
TOTAL 2021 FUNCTIONAL EXPENSES	<u><u>\$ 6,153,847</u></u>	<u><u>\$ 611,465</u></u>	<u><u>\$ 703,395</u></u>		<u><u>\$ 7,468,707</u></u>

The accompanying notes are an integral part of these financial statements.

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

STATEMENT OF CASH FLOWS

For the year ended January 31, 2022

With comparative totals for the year ended January 31, 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in net assets	\$ 1,195,315	\$ 1,340,332
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Forgiveness of refundable advance - paycheck protection program loan	-	(586,900)
Gain on sale of investments	(3,839)	(52)
(Increase) decrease in operating assets:		
Accounts receivable	(440,801)	(37,365)
Pledges receivable	746,372	(51,319)
Prepaid expenses	(29,720)	13,287
Increase (decrease) in operating liabilities:		
Accounts payable	96,826	(144,374)
Accrued liabilities	(323,045)	219,154
NET CASH PROVIDED BY OPERATING ACTIVITIES	1,241,108	752,763
CASH FLOWS TO INVESTING ACTIVITIES:		
Purchase of investments	(25,215)	(8,279)
NET CASH (USED) BY INVESTING ACTIVITIES	(25,215)	(8,279)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Proceeds from refundable advance - paycheck protection program loan	-	1,308,910
Proceeds from note payable	-	160,000
NET CASH PROVIDED BY FINANCING ACTIVITIES	-	1,468,910
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,215,893	2,213,394
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	9,253,464	7,040,070
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 10,469,357	\$ 9,253,464

The accompanying notes are an integral part of these financial statements.

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

1. **Organization**

The ALS Association Golden West Chapter ("ALSA-GWC") is dedicated to leading the fight to treat and cure Amyotrophic Lateral Sclerosis ("ALS") through global research and nationwide advocacy while also empowering people with ALS (commonly known as Lou Gehrig's Disease) and their families to live fuller lives by providing them with compassionate care and support.

Working on multiple fronts, ALSA-GWC's primary goals are:

- To provide every ALS patient with the best coordinated medical care, as well as offer much needed social and emotional support – all at no cost to the patient
- To support global, cutting-edge research and coordinate the California ALS research community in an effort to improve and expand ALS research outcomes
- To lead the effort to generate awareness and promote public policy that directly benefits ALS patients and their families now, and in the future

ALSA-GWC's commitment is to highly effective services, cutting-edge research, and public policy initiatives that improve the lives of patients and families living with ALS, until a cure is found. ALSA-GWC relies on the generosity of individuals, corporations, and philanthropic foundations to support its mission-critical activities and operations.

2. **Summary of Significant Accounting Policies**

A summary of the significant accounting policies applied in the preparation of the accompanying financial statements is as follows:

Basis of Presentation

The accompanying financial statements have been prepared on the accrual basis of accounting.

Net Assets

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 and reported as follows:

Without Donor Restrictions. Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

2. Summary of Significant Accounting Policies, continued

With Donor Restrictions. Net assets subject to donor (or certain grantor) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Cash and Cash Equivalents

ALSA-GWC has defined cash and cash equivalents as cash in banks and short-term certificates of deposit that are used for operations.

Contributions and Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded as net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at fair value, which is measured as the present value of their future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the promises are received. Amortization of the discount is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

Investments

ALSA-GWC values its investment at fair value. Unrealized gains or losses (including investments bought, sold, and held during the year) are reflected in the Statement of Activities as a gain on investments. Short-term highly liquid money market deposits that are not used for operations are treated as investments.

Fair Value Measurements

Generally accepted accounting principles provide guidance on how fair value should be determined when financial statement elements are required to be measured at fair value. Valuation techniques are ranked in three levels depending on the degree of objectivity of the inputs used with each level:

Level 1 inputs - quoted prices in active markets for identical assets

Level 2 inputs - quoted prices in active or inactive markets for the same or similar assets

Level 3 inputs - estimates using the best information available when there is little or no market

ALSA-GWC is required to measure pledged contributions and in-kind contributions at fair value. The specific techniques used to measure fair value for these financial statement elements are described in the notes below that relate to each element.

continued

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

2. Summary of Significant Accounting Policies, continued

Property and Equipment

Property and equipment are recorded at cost if purchased or at fair value at the date of donation if donated. Depreciation is computed on the straight-line basis over the estimated useful lives of the related assets. Maintenance and repair costs are charged to expense as incurred. Property and equipment are capitalized if the cost of an asset is greater than or equal to five thousand dollars and the useful life is greater than one year.

Concentration of Credit Risks

ALSA-GWC places its temporary cash investments with high-credit, quality financial institutions. At times, such investments may be in excess of the Federal Deposit Insurance Corporation insurance limit. ALSA-GWC has not incurred losses related to these investments.

Donated Materials and Services

Contributions of donated non-cash assets are measured on a non-recurring basis and recorded at fair value in the period received. Contributions of donated services that create or enhance non-financial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation, are recorded at fair value in the period received.

Income Taxes

ALSA-GWC is exempt from taxation under Internal Revenue Code Section 501(c)(3) and California Revenue and Taxation Code Section 23701d.

Generally accepted accounting principles provide accounting and disclosure guidance about positions taken by an organization in its tax returns that might be uncertain. Management has considered its tax positions and believes that all of the positions taken by ALSA-GWC in its federal and state exempt organization tax returns are more likely than not to be sustained upon examination. ALSA-GWC's returns are subject to examination by federal and state taxing authorities, generally for three and four years, respectively, after they are filed.

Functional Allocation of Expenses

Costs of providing ALSA-GWC's programs and other activities have been presented in the Statement of Functional Expenses. During the year, such costs are accumulated into separate groupings as either direct or indirect. Indirect or shared costs are allocated among program and support services by a method that best measures the relative degree of benefit. ALSA-GWC uses salaries allocations to allocate indirect costs.

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

2. Summary of Significant Accounting Policies, continued

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect reported amounts of assets, liabilities, revenues, and expenses as of the date and for the period presented. Actual results could differ from those estimates.

Revenue and Revenue Recognition

ALSA-GWC recognizes contributions when cash, securities, or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, 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 substantially met.

A portion of ALSA-GWC's revenue may be derived from cost-reimbursable state, county or local contracts and grants, which are conditioned upon certain performance requirements and/or the incurrence of allowable qualifying expenses. Amounts received are recognized as revenue when ALSA-GWC has incurred expenditures in compliance with specific contract or grant provisions.

3. Liquidity and Availability of Resources

ALSA-GWC monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds.

ALSA-GWC has a goal to maintain financial assets, which consist of cash and short-term investments, on hand to meet 180 days of normal operating expenses, which are, on average, approximately \$3,400,000. ALSA-GWC has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due.

ALSA-GWC has \$9,723,857 of financial assets available within one year of the statement of financial position date to meet cash needs for general expenditures consisting of cash of \$8,893,553, accounts receivable of \$486,551, pledges receivable of \$212,473, and short-term investments of \$131,280. None of these financial assets are subject to donor or other contractual restrictions that would make them unavailable for general expenditure within one year of the statement of financial position date. The pledges receivable is subject to implied time restrictions but are expected to be collected as per each pledge agreement.

In addition to financial assets available to meet general expenditures over the next 12 months, the ALSA-GWC operates within a balanced budget and anticipates collecting sufficient revenue to cover general expenditures. Refer to the statement of cash flows which identifies the sources and uses of ALSA-GWC's cash and shows positive cash for years ended January 31, 2022 and 2021.

continued

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

3. Liquidity and Availability of Resources, continued

ALSA-GWC has various sources of liquidity at its disposal. As part of its liquidity management plan, ALSA-GWC invests cash in excess of daily requirements in short-term investments, certificates of deposits, and money market funds.

4. Pledges Receivable

Unconditional promises to give (pledges receivable) that are expected to be collected in future years are measured on a non-recurring basis at the date of the pledge and recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using risk-adjusted interest rates applicable to the years in which the pledges are received. The discount rate used during the year ended January 31, 2022 was 4%. ALSA-GWC has established an allowance for doubtful accounts, which is determined by considering a number of factors, including the length of time pledges receivable are past due, and the pledgers' current ability to pay its obligation owed to ALSA-GWC. Pledges receivable at January 31, 2022 are expected to be collected as follows:

Within one year	\$267,204
One to five years	<u>618,955</u>
	886,159
Less: unamortized discount on pledges receivable	<u>(41,956)</u>
Subtotal	844,203
Less: allowance for uncollectible accounts	<u>(12,775)</u>
Net pledges receivable	<u>\$831,428</u>

5. Investments

Investments at January 31, 2022 was \$131,280, which consist of \$131,280 in money market funds.

All investment earnings and market value changes, less expenses, are recorded by ALSA-GWC on a monthly basis.

6. Property and Equipment

Property and equipment, which was fully depreciated at January 31, 2022, consists of the following:

Equipment	\$ 59,931
Less: accumulated depreciation	<u>(59,931)</u>
	<u>\$ -</u>

All property and equipment was fully depreciated in prior years, thus no depreciation expense was recorded for the year ended January 31, 2022.

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THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

7. Accrued Liabilities

Accrued liabilities at January 31, 2022 consist of the following:

Accrued vacation	\$230,008
Due to ALS National:	
Research	114,336
Deferred revenue	<u>3,504</u>
	<u>\$347,848</u>

8. Commitments and Contingencies

Obligations Under Operating Lease

ALSA-GWC leases office space, under an operating lease. Future minimum payments, by year and in aggregate, under this sublease consist of the following:

<u>Year ending January 31,</u>	
2023	\$103,133
2024	106,227
2025	109,414
2026	112,697
2027	116,077
Thereafter	<u>9,865</u>
	<u>\$557,413</u>

Rent expense under the operating lease for the year ended January 31, 2022 was \$223,698.

Impact of COVID-19 Virus

ALSA-GWC was significantly impacted by COVID-19. In March 2020, following relevant city, county, and state “Safer at Home” orders to close all non-essential business activities, ALSA-GWC closed its physical locations. In terms of core programs and services, ALSA-GWC was able to conduct program activities remotely, with a small number of staff members working onsite at one location to maintain essential business activities. Those essential operations, primarily tied to finance, administration, and governance, were conducted with the minimal number of staff onsite, all following social distancing guidelines and staying onsite for a reduced number of hours. All in-person meetings, services, and community events were moved to virtual platforms.

Any overall long-term, financial impact of the COVID-19 virus on ALSA-GWC cannot be foreseen at this time and is therefore not reflected in these financial statements.

continued

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

9. Fair Value Measurements

The table below presents transactions measured at fair value on a non-recurring basis during the year ended January 31, 2022:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Pledge contributions - new	\$ -	\$ -	\$592,500	<u>\$592,500</u>

The fair value of pledged contributions - new is measured on a non-recurring basis based on the value provided by the donor at the date of pledge (Level 3 inputs).

10. Net Assets With Donor Restrictions

Net assets with donor restrictions at January 31, 2022 consist of the following:

Patient services – various	\$1,575,804
Pledges receivable – time restrictions	<u>618,955</u>
	<u>\$2,194,759</u>

For the year ended January 31, 2022, net assets released for program and time restrictions were \$1,238,796 of which \$1,041,455 were released from time restrictions and the remaining \$197,341 were released from purpose restrictions.

11. Refundable Advances

In January 2021 ALSA-GWC was granted a second loan under the Paycheck Protection Program (“PPP”) administered by the Small Business Administration (“SBA”) approved partner for \$722,010. The loan is uncollateralized and is fully guaranteed by the federal government. ALSA-GWC recorded the loan as a refundable advance.

In May 2022, ALSA-GWC was notified that their SBA PPP loan application forgiveness for \$722,010 was approved (see Note 13).

The SBA reserves the right to review any loan in their discretion and the SBA will review a loan of any size at any time. Areas of review include eligibility, necessity, calculation of the loan amount, use of loan proceeds, and the calculation of the loan forgiveness amount. PPP loan documentation should be retained for six years after the date the loan is forgiven or repaid in full.

THE ALS ASSOCIATION GOLDEN WEST CHAPTER

NOTES TO FINANCIAL STATEMENTS

12. Note Payable

In June 2020, ALSA-GWC was the recipient of a loan from the SBA in the amount of \$160,000. The loan bears an interest of 2.75% per annum, with monthly payments of \$641 including principal and interest. Monthly payments will begin 24 months from the date of the note. The note is due in June 2050.

13. Subsequent Events

Subsequent to fiscal year, ALSA-GWC was notified that their SBA PPP loan application forgiveness for \$722,010 was approved.

Management has evaluated subsequent events through September 20, 2022, the date which the financial statements were available for issue. Except as noted above, no other events or transactions have occurred during this period that appear to require recognition or disclosure in the financial statements.

SUPPLEMENTAL INFORMATION

**THE ALS ASSOCIATION
GOLDEN WEST CHAPTER**

PROGRAM SERVICES BREAKDOWN SCHEDULE

For the year ended January 31, 2022

	Care Services	Community Outreach	General Program	National Program	TOTAL Program Services
Salaries	\$1,544,176	\$904,357	\$662,367	\$0	\$3,110,900
Payroll taxes and benefits	\$335,136	\$196,274	\$143,755	\$0	\$675,165
	\$1,879,312	\$1,100,631	\$806,122	\$0	\$3,786,065
Bad debt expense	\$0	\$0	\$0	\$0	\$0
Research, patient service, and program support - National office	\$0	\$0	\$0	\$1,403,414	\$1,403,414
Clinic programs	\$530,330	\$0	\$0	\$0	\$530,330
Outside contractors/providers	\$1,014,183	\$0	\$0	\$0	\$1,014,183
Constituent activities, conferences, and meetings	\$58,349	\$36,468	\$51,055	\$0	\$145,872
Outside services/Clinical and equipment evaluations	\$55,550	\$0	\$0	\$0	\$55,550
Rent and loan programs	\$87,332	\$54,582	\$76,415	\$0	\$218,330
Travel and mileage	\$6,631	\$4,144	\$5,802	\$0	\$16,577
Professional services/Constituent support and advocacy	\$158,297	\$0	\$0	\$0	\$158,297
Supplies and materials	\$28,319	\$17,700	\$24,779	\$0	\$70,798
Licenses and fees	\$5,230	\$3,268	\$4,576	\$0	\$13,074
Durable medical equipment, augmentative and alternative communication devices, and equipment maintenance	\$37,069	\$0	\$0	\$0	\$37,069
Telephone and internet	\$17,632	\$11,020	\$15,428	\$0	\$44,079
Miscellaneous office expenses	\$8,250	\$5,156	\$7,219	\$0	\$20,625
Equipment purchases	\$25,127	\$15,704	\$21,986	\$0	\$62,817
Printing	\$5,067	\$3,167	\$4,433	\$0	\$12,667
Insurance	\$3,248	\$2,030	\$2,842	\$0	\$8,119
Advertising and publicity	\$1,758	\$1,098	\$1,538	\$0	\$4,394
Postage, shipping, and mailing	\$10,344	\$6,465	\$9,051	\$0	\$25,860
Dues and subscriptions	\$3,479	\$2,175	\$3,044	\$0	\$8,698
Transportation services (persons with ALS)	\$1,397	\$0	\$0	\$0	\$1,397
TOTAL	\$3,936,902	\$1,263,609	\$1,034,291	\$1,403,414	\$7,638,215

See independent auditors' report.