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CERTIFIED PUBLIC ACCOUNTANTS

June 30, 2021

PERSONAL AND CONFIDENTIAL

Mr. David L. Harnish, Esquire
Board President
Parkinson Foundation of Western PA
575 Lincoln Avenue
Bellevue, PA 15202

Dear Dave:

Enclosed is one (1) bound copy of Parkinson Foundation of Western Pennsylvania audited financial statements for the years ended December 31, 2020 and 2019.

If you have any questions regarding the enclosed or require additional copies, please feel free to call me at 724.934.4880.

Very truly yours,

HOLSINGER, P.C.

William G. Godfrey, III, CPA
Senior Audit Manager

WGG/kgs

Enclosures


thinkHolsinger.com

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Financial Statements

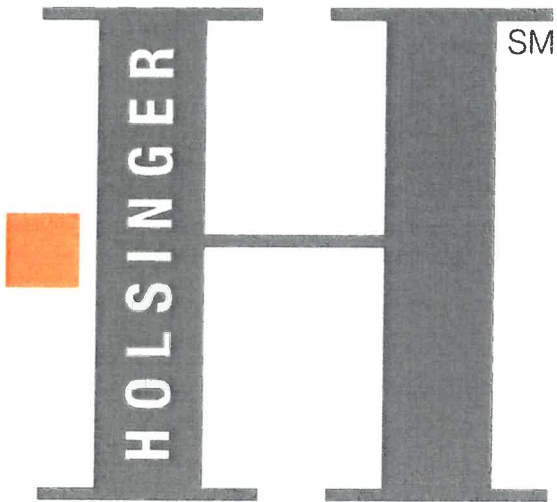
PARKINSON FOUNDATION
WESTERN PENNSYLVANIA

DECEMBER 31, 2020 AND 2019



PARKINSON
FOUNDATION

Western
Pennsylvania



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PARKINSON FOUNDATION WESTERN PENNSYLVANIA
DECEMBER 31, 2020 AND 2019

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Parkinson Foundation
Western Pennsylvania
Bellevue, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of Parkinson Foundation Western Pennsylvania (a nonprofit organization), which comprise the statements of financial position as of December 31, 2020 and 2019, and the related statements of activities, functional expenses, and cash flows for the year 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.

Auditors' 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 auditors' 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.

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Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Parkinson Foundation Western Pennsylvania as of December 31, 2020 and 2019, 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.

Holsinger P.C.

Wexford, Pennsylvania
June 29, 2021



PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENTS OF FINANCIAL POSITION

ASSETS

	As of December 31,	
	2020	2019
Current Assets:		
Cash and cash equivalents	\$ 262,728	\$ 195,677
Accounts receivable	-	3,150
Grant receivable	10,000	-
Equity security investments	5,645	-
Prepaid expenses	3,760	2,750
Other assets	-	585
Total Current Assets	282,133	202,162
Fixed Assets:		
Computers and Equipment	32,977	32,977
Accumulated Depreciation	(29,163)	(27,988)
Fixed Assets, net	3,814	4,989
Total Assets	<u>\$ 285,947</u>	<u>\$ 207,151</u>

LIABILITIES AND NET ASSETS

Current Liabilities:		
Accounts payable	\$ 3,488	\$ 20,680
Accrued expenses	5,730	6,882
Total Current Liabilities	9,218	27,562
Total Liabilities	9,218	27,562
Net Assets:		
Net assets without donor restrictions	266,729	179,589
Net assets with donor restrictions	10,000	-
Total Net Assets	276,729	179,589
Total Liabilities and Net Assets	<u>\$ 285,947</u>	<u>\$ 207,151</u>

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

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Other Revenue			
Support:			
Special events	\$ 113,482	\$ -	\$ 113,482
Contributions	135,560	-	135,560
Program income	17,615	-	17,615
Conferences	25,830	-	25,830
Grants	19,525	79,223	98,748
Memorials	29,020	-	29,020
United Way	4,185	-	4,185
Total Support	345,217	79,223	424,440
Other Revenue:			
Donated stock	94,649	-	94,649
Gain on equity investments	20,466	-	20,466
PPP grant income	67,618	-	67,618
Interest income	55	-	55
Miscellaneous income	3,035	-	3,035
Total Other Revenue	185,823	-	185,823
Net assets released from restrictions	69,223	(69,223)	-
Total Support and Other Revenue	600,263	10,000	610,263
Expenses			
Program services	318,632	-	318,632
General and administrative	98,444	-	98,444
Fundraising	96,047	-	96,047
Total Expenses	513,123	-	513,123
Change in Net Assets	87,140	10,000	97,140
Net Assets - Beginning of Year	179,589	-	179,589
Net Assets - End of Year	<u>\$ 266,729</u>	<u>\$ 10,000</u>	<u>\$ 276,729</u>

The accompanying notes are an integral part of this financial statement.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2019

	Without Donor Restrictions	With Donor Restrictions	Total
Support and Other Revenue			
Support:			
Special events	\$ 138,010	\$ -	\$ 138,010
Contributions	69,159	-	69,159
Program income	12,390	-	12,390
Conferences	40,470	-	40,470
Grants	26,550	17,500	44,050
Memorials	47,150	-	47,150
United Way	6,140	-	6,140
Total Support	339,869	17,500	357,369
Other Revenue:			
Affiliation income	173,521	-	173,521
Service fees	3,265	-	3,265
Gain on equity investments	1,824	-	1,824
Interest income	5,999	-	5,999
Miscellaneous income	8,581	-	8,581
Total Other Revenue	193,190	-	193,190
Net assets released from restrictions	25,000	(25,000)	-
Total Support and Other Revenue	558,059	(7,500)	550,559
Expenses			
Program services	333,712	-	333,712
General and administrative	92,007	-	92,007
Fundraising	109,010	-	109,010
Total Expenses	534,729	-	534,729
Change in Net Assets	23,330	(7,500)	15,830
Net Assets - Beginning of Year	156,259	7,500	163,759
Net Assets - End of Year	\$ 179,589	\$ -	\$ 179,589

The accompanying notes are an integral part of this financial statement.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2020

	Program Services	General and Administrative	Fundraising	Total
Salary	\$ 174,459	\$ 57,200	\$ 54,340	\$ 285,999
Employment taxes	15,083	4,945	4,700	24,728
Payroll processing	922	302	287	1,511
Employee benefits	16,616	5,448	5,175	27,239
Program supplies	18,375	-	-	18,375
Conferences	3,067	1,006	955	5,028
Travel	1,581	518	492	2,591
Special event expense	-	-	2,522	2,522
Annual appeal	1,842	604	574	3,020
Rent	21,936	7,192	6,833	35,961
Office supplies	1,816	595	566	2,977
Printing	599	196	188	983
Postage and mailing	3,737	1,225	1,164	6,126
Insurance	3,756	1,232	1,170	6,158
Credit card and bank fees	4,126	1,353	1,285	6,764
Professional fees	11,378	3,730	3,544	18,652
Contract labor	32,411	10,627	10,095	53,133
Depreciation	717	235	223	1,175
Utilities	3,936	1,290	1,226	6,452
Miscellaneous	2,248	737	700	3,685
Venue rental	27	9	8	44
	<u>\$ 318,632</u>	<u>\$ 98,444</u>	<u>\$ 96,047</u>	<u>\$ 513,123</u>

The accompanying notes are an integral part of this financial statement.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENT OF FUNCTIONAL EXPENSES
YEAR ENDED DECEMBER 31, 2019

	Program Services	General and Administrative	Fundraising	Total
Salary	\$ 151,518	\$ 49,678	\$ 47,194	\$ 248,390
Employment taxes	13,566	4,448	4,225	22,239
Payroll processing	1,630	534	508	2,672
Employee benefits	13,297	4,360	4,142	21,799
Program supplies	53,091	-	-	53,091
Conferences	19,514	6,398	6,078	31,990
Travel	3,925	1,287	1,222	6,434
Special event expense	-	-	21,603	21,603
Rent	20,017	6,563	6,235	32,815
Office supplies	2,671	876	832	4,379
Printing	964	316	301	1,581
Postage and mailing	4,764	1,562	1,484	7,810
Insurance	4,239	1,390	1,320	6,949
Credit card and bank fees	1,639	537	511	2,687
Professional fees	2,170	711	676	3,557
Contract labor	34,902	11,443	10,871	57,216
Depreciation	717	235	223	1,175
Utilities	3,113	1,021	970	5,104
Miscellaneous	1,975	648	615	3,238
	<u>\$ 333,712</u>	<u>\$ 92,007</u>	<u>\$ 109,010</u>	<u>\$ 534,729</u>

The accompanying notes are an integral part of this financial statement.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
STATEMENTS OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS

	Years Ended December 31,	
	2020	2019
Operating Activities:		
Change in net assets	\$ 97,140	\$ 15,830
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities:		
(Gain) loss on sale of equity security investments	(20,466)	(1,824)
Donated stock	(94,649)	-
Depreciation	1,175	1,175
Changes in Assets and Liabilities:		
Accounts receivable	3,150	42,461
Grant receivable	(10,000)	-
Prepaid expenses	(1,010)	14
Other assets	585	(585)
Accounts payable	(17,192)	8,207
Accrued expenses	(1,152)	2,294
Total Adjustments	(139,559)	51,742
Net Cash Provided by (Used in) Operating Activities	(42,419)	67,572
Investing Activities:		
Purchase of equity security investments	-	(34)
Proceeds from sale of donated stock	94,649	-
Proceeds from sales of equity investments	14,821	5,904
Net Cash Provided by (Used in) Investing Activities	109,470	5,870
Increase (Decrease) in Cash and Cash Equivalents	67,051	73,442
Cash and Cash Equivalents - Beginning of Year	195,677	122,235
Cash and Cash Equivalents - End of Year	\$ 262,728	\$ 195,677

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

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020 AND 2019

Note 1 - Nature of Organization

Organization - The mission of Parkinson Foundation Western Pennsylvania (the "Foundation") is to provide support and services for those with Parkinson's disease and their families, and to support medical research to discover the cause and cure. The Foundation is the primary provider of non-medical Parkinson's disease services to the Parkinson community in western Pennsylvania. The Foundation is guided by its Board of Directors, many of whom are personally affected by the disease. The Foundation provides the Parkinson Wellness Program, as well as outreach and educational programs, including information and referral, support group coordination, professional healthcare training, community education, and communications with the Parkinson and the broader community through a free newsletter, and the Foundation's website at www.pfwpa.org. The Foundation strives to educate the general public about the disease, and to offer support and services for those with Parkinson's disease to improve their quality of life.

Note 2 - Summary of Significant Accounting Policies

Basis of Accounting - The Foundation's policy is to prepare its financial statements on the accrual basis of accounting in accordance with US GAAP. Accordingly, revenues are recognized in the accounting period in which they are earned, and expenses are recognized in the period incurred.

Basis of Presentation - The Foundation reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions. Accordingly, the net assets and funds of the Foundation are classified and reported as follows:

Net Assets Without Donor Restrictions - Net assets that are neither permanently nor temporarily restricted by donor- or grantor-imposed restrictions.

Net Assets with Donor Restrictions - Net assets resulting from contributions, grants, or other inflows of assets whose use by the Foundation is limited by donor- or grantor-imposed stipulations that either expire by passage of time or can be fulfilled and removed by actions of the Foundation, pursuant to the stipulations.

Cash and Cash Equivalents - All liquid investments including demand deposits, certificates of deposits, and money market accounts with an original maturity of three months or less when purchased are considered cash equivalents for purposes of the statements of cash flows. The Foundation maintains cash and cash equivalents at banks which are insured by the Federal Deposit Insurance Corporation ("FDIC"). From time to time, the Foundation has a credit risk for cash when the cash balance at a single bank exceeds the federally insured amount of \$250,000.

Receivables - Accounts and grants receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for uncollectible receivables and an adjustment to an allowance based on its assessment of the current status of individual accounts. Balances outstanding after management has used reasonable collection efforts are written-off through a charge to the allowance and a credit to the receivable. As of December 31, 2020 and 2019, there was no allowance for uncollectible receivables.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies - Continued

Fair Value of Financial Instruments - Accounts receivable, grants receivable, prepaid expenses, other assets, accounts payable, and accrued expenses have been identified as financial instruments. The related carrying amounts in the financial statements as of December 31, 2020 and 2019, approximate fair values because of the relatively short time between the origination of the instrument and its expected realization/liquidation.

Equity Security Investments - The Foundation reports investments at fair value. Unrealized gains and losses are included in the change in net assets. The investment is a stock investment and is valued as a Level 1 asset on the statement of financial position.

Investments measured and reported at fair value are classified and disclosed in one of the following categories based on inputs:

Level I - Quoted prices are available in active markets for identical investments as of the reporting date. The type of investments which would generally be included in Level I include listed equity securities and listed derivatives. To the extent that it holds such investments, the Foundation does not adjust the quoted price for these investments, even in situations where the Foundation holds a large position, and a sale could reasonably impact the quoted price.

Level II - Pricing inputs are observable for the investments, either directly or indirectly, as of the reporting date, but are not the same as those used in Level I. Fair value is determined through the use of models or other valuation methodologies. The types of investments which would generally be included in this category include publicly-traded securities with restrictions on disposition, debt securities, and partnerships that hold Level I assets and real estate held for investment, if measured by a current appraisal.

Level III - Pricing inputs are unobservable for the investment and include situations where there is little, if any, market activity for the investment. The inputs into the determination of fair value require significant judgment or estimation by Management. The types of investments which would generally be included in this category include debt and equity securities issued by private entities, and real estate held for investment, if measured using management estimates.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, the determination of which category within the fair value hierarchy is appropriate for any given investment is based on the lowest level of input that is significant to the fair value measurement. The Foundation's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

Fixed Assets - Acquisitions of fixed assets in excess of \$2,000 and all expenditures for repairs, maintenance and betterments that materially prolong the useful lives of assets are capitalized. Fixed assets are carried at cost or, if donated, at the approximate fair value at the date of donation. Depreciation is computed using the straight-line method over the useful lives of the respective assets which range from 5 to 10 years for the computers and equipment. The asset cost and accumulated depreciation are removed from the accounts for assets sold or retired, and any resulting gain or loss is included in the statement of activities in the period of disposal. Depreciation expense was \$1,175 for the years ended December 31, 2020 and 2019.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies - Continued

Fixed assets are evaluated for impairment whenever events or changes in circumstances indicate the carrying value of an asset may not be recoverable from estimated future cash flows. If estimated cash flows are less than the carrying value, an impairment loss is recognized equal to an amount by which the carrying value exceeds the fair value of the assets. Management determined that no asset impairment existed during the years ended December 31, 2020 and 2019.

Revenue Recognition - The Foundation 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 on have been met.

A portion of the Foundation's revenue is derived from a cost-reimbursable affiliation agreement (see Note 7), which are conditioned upon certain performance requirements. Amounts are recognized as revenue when the Foundation has incurred expenditures in compliance with contract provisions. This contract ended during 2019.

During 2019, the Foundation has adopted ASU No. 2014-09 - *Revenue from Contracts with Customers (Topic 606)*, as amended as management believes the standard improves the usefulness and understandability of the Foundation's financial reporting. Analysis of various provisions of this standard resulted in no significant changes in the way the Foundation recognizes revenue, and therefore no changes to the previously issued audited financial statements were required. The presentation and disclosures of revenue have been enhanced in accordance with the standard.

Contributions, Pledges and Grants - The Foundation reports gifts of cash and other assets as restricted support if they are received with donor stipulations that limit the use of the donated assets. When a donor 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 and reported in the statement of activities as net assets released from restrictions. Pledges and grants are recorded on the Statement of Financial Position when the Foundation is notified of the pledge or grant; allowances are provided for amounts estimated to be uncollectible. All pledges and grants are expected to be collected within one year.

In-kind Contributions - The Foundation records various types of in-kind contributions. Contributed services are recognized at fair value if the services received (a) create or enhance long-lived assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. Contributions of tangible assets are recognized at fair value when received. The amounts reflected in the accompanying financial statements as in-kind contributions are offset by like amounts included in expenses or asset additions. The fair values of donated services and tangible assets included in the financial statements and the corresponding expenses for the years ended December 31, 2020 and 2019 were \$0. In addition, the Foundation receives a substantial amount of services donated by the public in carrying out the Foundation's mission. These contributions in-kind are not reflected in the financial statements since these services do not meet the criteria for recognition.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 2 - Summary of Significant Accounting Policies - Continued

Functional Expense Allocation - The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and the statements of functional expenses. Accordingly, certain costs have been allocated among programs and supporting services benefited. Two methods of expense allocation are used by the Foundation:

1. Overall - management's estimated time expended by staff
2. Actual - directly identified with a specific function

Income Taxes - The Foundation is exempt from federal and state income taxes under Section 501(c)(3) of the Internal Revenue Code. Accordingly, no provision for income taxes has been included in the Foundation's financial statements.

The Foundation records a liability for uncertain tax positions, if any, based on management's judgment of the risk of loss for items that have been or may be challenged by taxing authorities. The Foundation continually evaluates expiring statutes of limitations, audits, proposed settlements, changes in tax law and new authoritative rulings.

Use of Estimates - The preparation of financial statements in conformity with accounting standards generally accepted in the United States requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Reclassifications - Amounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements. These changes did not have an impact on the changes in net assets or total net assets.

Note 3 - Liquidity and Availability of Financial Assets

As of December 31, 2020 and 2019, the Foundation had \$268,373 and \$199,412 of financial assets available to meet the cash needs for general operating expenditures within one year. As part of the Foundation's liquidity management plan, cash in excess of daily requirements is invested in interest-bearing money market accounts. The money market (savings) may be drawn upon, if necessary, to meet unexpected liquidity needs, or in the event of financial distress.

As part of the Foundation's liquidity management, it has two lines of credit with different financial institutions (see Note 4). The Foundation has a policy to structure its financial assets to be available as its general expenditures, liabilities, and other obligations come due. There is an annual budget and approval process to predict potential cash flow shortfalls, and this budget is reviewed at quarterly meetings.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 3 - Liquidity and Availability of Financial Assets - Continued

The Foundation's financial assets available to meet cash needs for general expenditures within one year are as follows:

	As of December 31,	
	2020	2019
Cash and cash equivalents	\$ 262,728	\$ 195,677
Accounts receivable	-	3,150
Grants receivable	10,000	-
Equity security investments	5,645	-
Other assets	-	585
Total Financial Assets	278,373	199,412
Contractual or donor-imposed restrictions	(10,000)	-
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 268,373</u>	<u>\$ 199,412</u>

Note 4 - Lines of Credit

In 2018, the Foundation executed a \$60,000 line of credit with a financial institution. The line of credit is unsecured, is payable on demand, and has no explicitly stated maturity date. This arrangement calls for interest payable monthly at the prime rate (3.25% and 4.75% as of December 31, 2020 and 2019, respectively), plus 1.75%. There are no financial covenants related to this line. As of December 31, 2020 and 2019, there was no amount outstanding on the line of credit.

In 2020, the Foundation executed another \$60,000 line of credit with a different financial institution. The line of credit is unsecured, is payable on demand and has no explicitly stated maturity date. This arrangement calls for interest payable monthly at the prime rate (3.25% and 4.75% as of December 31, 2020 and 2019, respectively), plus 1.0%. There are no financial covenants related to this line. As of December 31, 2020 and 2019, there was no amount outstanding on the line of credit.

Note 5 - Paycheck Protection Program Grant Funding

The World Health Organization declared COVID-19 to be a Public Health Emergency of International Concern on January 30, 2020. On March 13, 2020, President Donald Trump declared the COVID-19 outbreak in the United States a national emergency and the Centers for Disease Control and Prevention (the "CDC") has issued various guidelines and directives for communities and businesses to follow to prevent the spread of the virus. These directives and guidelines resulted in the closure of schools and non-essential businesses, which has significantly disrupted commerce domestically. The direct and indirect impact of this situation on the Foundation is difficult to determine because of the number of variables outside the control of management and the challenge of predicting how and when commerce will return to normal.

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 5 - Paycheck Protection Program Grant Funding - Continued

The Foundation received Paycheck Protection Program ("PPP") round one funding in the amount of \$67,618 from the U.S. Small Business Administration (the "SBA") in May 2020. The PPP has conditions of a promissory note bearing interest at a fixed annual rate of 1.00%, with the first six months of interest deferred. The original agreement stated beginning November 2020, the Foundation will make 18 equal monthly payments of principal and interest with the final payment due April 2022. Subsequent legislation has extended the deferral period for the loan repayments to either (1) the date that SBA remits the borrower's loan forgiveness amount to the lender, or (2) if the borrower does not apply for loan forgiveness, 10 months after the end of the borrower's loan forgiveness covered period. The Foundation elected to consider the PPP government funding as a conditional grant under FASB ASC 958-605. The PPP funding was initially recorded as a refundable advance until all of the conditions have been substantially met or have been explicitly waived. For the year ended December 31, 2020, management determined all the PPP forgiveness conditions were met and barriers were overcome to properly release the refundable advance and recognize the grant revenue in the Statement of Activities as PPP Grant Income. Subsequent to fiscal year-end, management received notification of the acceptance of forgiveness from the financial institution which was forwarded to the SBA.

Note 6 - Special Events

The Foundation holds several special events each year. Below is a summary of the major events:

	Year Ended December 31, 2020		
	Receipts	Expenses	Net Funds Raised
Pittsburgh Marathon	\$ 7,146	\$ 544	\$ 6,602
Step Forward	91,850	4,457	87,393
Other events	14,486	484	14,002
Total	<u>\$ 113,482</u>	<u>\$ 5,485</u>	<u>\$ 107,997</u>

	Year Ended December 31, 2019		
	Receipts	Expenses	Net Funds Raised
Pittsburgh Marathon	\$ 17,821	\$ 3,589	\$ 14,232
Step Forward	106,664	14,078	92,586
Pickle Ball Tournament	7,000	-	7,000
Other events	6,525	3,936	2,589
Total	<u>\$ 138,010</u>	<u>\$ 21,603</u>	<u>\$ 116,407</u>

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 6 - Special Events - Continued

Special event expense listed on the statement of functional expenses relates to costs directly identifiable to the fundraising event. As such, above expenses are greater than the total per the statement of functional expense due to other costs being grouped within their functional classifications.

Note 7 - Net Assets with Donor Restrictions

Net assets with donor restrictions for the year ended December 31, 2020 were available to be used for the Enhanced Service Delivery project.

Note 8 - Clinical Affiliation Agreement

In November 2015, the Foundation entered into a clinical affiliation agreement (the "Agreement") with a local medical service provider (the "Provider"). The Agreement commenced December 31, 2015 and was terminated as of December 2019 at the request of the Foundation. The Foundation continues to offer services to the Provider without remuneration and hopes to expand the provision of these services to other healthcare providers in the Western Pennsylvania region. The Agreement established a comprehensive program for providing both medical care (provided by the Provider) and non-medical support (provided by the Foundation) to those with Parkinson's disease and their families. This Agreement was strictly contractual and did not result in any merger, acquisition, reorganization or change of control, or create a separate legal joint-venture or other entity.

In February 2016, the Foundation established a center in the Provider's medical offices. This office was used to provide administrative services, educational resources, educational programming and wellness services to those affected by Parkinson's disease. In December 2018, the Agreement was extended through November 2019, during which the Foundation received annual compensation of \$205,189 with \$3,150 outstanding as of December 31, 2019. This agreement ended as of December 31, 2019.

Note 9 - Operating Leases

The Foundation leases office space and other office equipment under operating leases through November 2024. Lease expense was \$35,961 and \$32,892 for the years ended December 31, 2020 and 2019, respectively.

The future minimum lease payments are as follows:

<u>Years Ending December 31,</u>	
2021	\$ 36,645
2022	37,876
2023	3,590
2024	386
	<u>\$ 78,497</u>

PARKINSON FOUNDATION WESTERN PENNSYLVANIA
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020 AND 2019

Note 10 - Defined Contribution Plan

The Foundation started a simple IRA plan (the "Plan") in March 2017 with a profit-sharing component for employees as defined under the U.S. Internal Revenue Code covering substantially all employees. Employees are 100% vested immediately with respect to their own contributions. The Organization matches pre-tax deferrals on a dollar-for-dollar basis up to 3% of the annual compensation earned while a participant was in the Plan. Employer contributions during the years ended December 31, 2020 and 2019 were \$7,751 and \$4,422, respectively.

Note 11 - Concentrations

The Foundation operates within the southwestern Pennsylvania area. Therefore, economic and demographic influences on this area could impact the Foundation's operations.

For the year ended December 31, 2020 and 2019, one grantor comprised 15% and 33% of total revenue, respectively.

Note 12 - Subsequent Events

Management has evaluated subsequent events through June 29, 2021, the date the financial statements were available to be issued, and determined that the following subsequent events have occurred:

SBA Loans - In January 2021, the Company submitted an application to a financial institution for \$67,834 of loan funding under the second round of the federal Paycheck Protection Program. On January 23, 2021, the Company received the funding applied for under this program. It is expected that all of this loan amount will be forgiven.