

**WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
D/B/A WESTERN PENNSYLVANIA BLEEDING DISORDERS FOUNDATION**

**FINANCIAL STATEMENTS
FOR THE YEARS ENDED
JUNE 30, 2022 AND 2021
&
INDEPENDENT AUDITORS' REPORT**

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McCall Scanlon & Tice, LLC
Certified Public Accountants

INDEPENDENT AUDITORS' REPORT

To the Board of Directors of
Western Pennsylvania Chapter of the National Hemophilia Foundation
d/b/a Western Pennsylvania Bleeding Disorders Foundation:

Opinion

We have audited the financial statements of the Western Pennsylvania Chapter of the National Hemophilia Foundation d/b/a Western Pennsylvania Bleeding Disorders Foundation (the "Organization"), which comprise the statements of financial position as of June 30, 2022 and 2021, 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 accompanying financial statements present fairly, in all material respects, the financial position of the Organization as of June 30, 2022 and 2021, 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.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America ("U.S. 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 Organization and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. 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.

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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 Organization's ability to continue as a going concern for one year after the date that the financial statements are 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 U.S. 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 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 U.S. GAAS, we:

1. Exercise professional judgment and maintain professional skepticism throughout the audit.
2. 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.
3. 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 Organization's internal control. Accordingly, no such opinion is expressed.
4. 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.
5. Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Organization'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.

McCall Scanlon & Tice, LLC

Pittsburgh, Pennsylvania
December 8, 2022

WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
d/b/a WESTERN PENNSYLVANIA BLEEDING DISORDERS FOUNDATION

STATEMENTS OF FINANCIAL POSITION
 JUNE 30, 2022 AND 2021

<u>ASSETS</u>	2022	2021
CURRENT ASSETS:		
Cash	\$ 144,870	\$ 86,788
Cash - board designated	20,143	14,563
Cash - restricted to use	11,425	25,698
Total cash	176,438	127,049
Accounts receivable	35	22,060
Prepaid expenses	18,908	16,178
Total current assets	195,381	165,287
INVESTMENTS	953,381	1,075,202
NONCURRENT ASSETS:		
Security deposit	900	2,200
Prepaid expenses	-	1,649
Total noncurrent assets	900	3,849
FURNITURE, FIXTURES, AND LEASEHOLD IMPROVEMENTS, net	-	4,422
TOTAL ASSETS	\$ 1,149,662	\$ 1,248,760
<u>LIABILITIES AND NET ASSETS</u>		
CURRENT LIABILITIES:		
Accounts payable	\$ 5,207	\$ 2,928
Accrued expenses	8,656	7,804
Deferred revenue	113,778	63,586
Total current liabilities	127,641	74,318
PPP LOAN	-	31,082
NET ASSETS:		
Without donor restrictions:		
Undesignated	390,453	503,099
Board designated	620,143	614,563
With donor restrictions	11,425	25,698
Total net assets	1,022,021	1,143,360
TOTAL LIABILITIES AND NET ASSETS	\$ 1,149,662	\$ 1,248,760

See Notes To Financial Statements

WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2022

	Without Donor Restrictions		With Donor Restrictions	Total
	Undesignated	Board Designated		
SUPPORT AND REVENUES:				
Contributions	\$ 334,283	\$ 20,143	\$ 11,500	\$ 365,926
Special events	467	-	-	467
Interest income	46	-	-	46
Investment income (loss), net	(101,321)	-	-	(101,321)
Gain (loss) on disposal of assets	(4,309)	-	-	(4,309)
PPP loan forgiveness	31,268	-	-	31,268
Net assets released from restrictions	40,336	(14,563)	(25,773)	-
Total support and revenues	300,770	5,580	(14,273)	292,077
EXPENSES:				
Program services:				
Patient services	244,351	-	-	244,351
Public awareness and education	57,815	-	-	57,815
Supportive services:				
Management and general	41,301	-	-	41,301
Fundraising	69,949	-	-	69,949
Total expenses	413,416	-	-	413,416
INCREASE (DECREASE) IN NET ASSETS	(112,646)	5,580	(14,273)	(121,339)
NET ASSETS, BEGINNING OF YEAR	503,099	614,563	25,698	1,143,360
NET ASSETS, END OF YEAR	\$ 390,453	\$ 620,143	\$ 11,425	\$ 1,022,021

See Notes To Financial Statements

WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

	Without Donor Restrictions		With Donor Restrictions	Total
	Undesignated	Board Designated		
SUPPORT AND REVENUES:				
Contributions	\$ 391,684	\$ 14,563	\$ 40,943	\$ 447,190
Special events	393	-	-	393
Interest income	140	-	-	140
Investment income (loss), net	136,763	-	-	136,763
Gain (loss) on disposal of assets	(491)	-	-	(491)
PPP loan forgiveness	27,436	-	-	27,436
Net assets released from restrictions	26,815	-	(26,815)	-
Total support and revenues	582,740	14,563	14,128	611,431
EXPENSES:				
Program services:				
Patient services	178,120	-	-	178,120
Public awareness and education	53,264	-	-	53,264
Supportive services:				
Management and general	37,284	-	-	37,284
Fundraising	72,101	-	-	72,101
Total expenses	340,769	-	-	340,769
INCREASE (DECREASE) IN NET ASSETS	241,971	14,563	14,128	270,662
NET ASSETS, BEGINNING OF YEAR	261,128	600,000	11,570	872,698
NET ASSETS, END OF YEAR	\$ 503,099	\$ 614,563	\$ 25,698	\$ 1,143,360

See Notes To Financial Statements

WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2022

	Program Services		Supportive Services		Total
	Patient Services	Public Awareness and Education	Management and General	Fundraising	
Salaries	\$ 70,101	\$ 31,156	\$ 21,809	\$ 32,714	\$ 155,780
Payroll taxes	5,414	2,406	1,685	2,527	12,032
Employee benefits	10,823	4,810	3,367	5,051	24,051
Professional fees	12,577	5,590	3,913	5,869	27,949
Supplies	6,197	2,754	1,927	2,892	13,770
Telephone	3,074	1,366	957	1,435	6,832
Postage	3,154	1,402	980	1,472	7,008
Occupancy	8,790	3,907	2,735	4,102	19,534
Printing and publications	7,840	3,485	2,439	3,659	17,423
Travel	591	263	183	276	1,313
Conferences, conventions, and meetings	299	133	93	139	664
Depreciation	51	23	15	24	113
Specific assistance to individuals	105,771	-	-	-	105,771
Special events	-	-	-	9,244	9,244
Membership dues	1,134	504	352	529	2,519
Awards and grants	8,500	-	-	-	8,500
Interest	35	16	11	16	78
Miscellaneous	-	-	835	-	835
Total expenses	\$ 244,351	\$ 57,815	\$ 41,301	\$ 69,949	\$ 413,416

See Notes To Financial Statements

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STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2021

	Program Services		Supportive Services		Total
	Patient Services	Public Awareness and Education	Management and General	Fundraising	
Salaries	\$ 67,953	\$ 30,201	\$ 21,141	\$ 31,711	\$ 151,006
Payroll taxes	5,213	2,317	1,622	2,433	11,585
Employee benefits	7,103	3,157	2,209	3,315	15,784
Professional fees	12,198	5,421	3,796	5,692	27,107
Supplies	4,512	2,005	1,404	2,106	10,027
Telephone	2,541	1,129	790	1,186	5,646
Postage	4,095	1,820	1,275	1,911	9,101
Occupancy	7,650	3,400	2,379	3,570	16,999
Printing and publications	6,760	3,004	2,103	3,155	15,022
Travel	(206)	(91)	(64)	(96)	(457)
Conferences, conventions, and meetings	251	112	78	117	558
Depreciation	306	136	95	143	680
Specific assistance to individuals	51,776	-	-	-	51,776
Special events	-	-	-	16,173	16,173
Membership dues	1,313	584	408	613	2,918
Awards and grants	6,500	-	-	-	6,500
Interest	155	69	48	72	344
Total expenses	\$ 178,120	\$ 53,264	\$ 37,284	\$ 72,101	\$ 340,769

See Notes To Financial Statements

WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND 2021

	2022	2021
CASH FLOWS FROM OPERATING ACTIVITIES:		
Increase (decrease) in net assets	\$ (121,339)	\$ 270,662
Adjustments to reconcile increase (decrease) in net assets to net cash provided by (used in) operating activities:		
Depreciation	113	680
Net realized and unrealized (gain) loss on investments	116,288	(126,743)
(Gain) loss on disposal of assets	4,309	491
PPP loan forgiveness	(31,268)	(27,436)
(Increase) decrease in:		
Accounts receivable	22,025	(20,150)
Security deposit	1,300	(900)
Prepaid expenses	(1,081)	(3,440)
Increase (decrease) in:		
Accounts payable	2,279	2,712
Accrued expenses	852	784
Deferred revenue	50,192	(3,460)
Net cash provided by (used in) operating activities	43,670	93,200
CASH FLOWS FROM INVESTING ACTIVITIES:		
Proceeds from sale of investments	29,182	6,410
Purchases of investments	(23,649)	(266,430)
Net cash provided by (used in) investing activities	5,533	(260,020)
CASH FLOWS FROM FINANCING ACTIVITIES,		
Proceeds from PPP loan	186	31,318
Net cash provided by (used in) financing activities	186	31,318
NET INCREASE (DECREASE) IN CASH	49,389	(135,502)
CASH, BEGINNING OF YEAR	127,049	262,551
CASH, END OF YEAR	\$ 176,438	\$ 127,049

See Notes To Financial Statements

**WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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NOTES TO FINANCIAL STATEMENTS

1. NATURE OF OPERATIONS AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

NATURE OF OPERATIONS

Western Pennsylvania Chapter of the National Hemophilia Foundation d/b/a Western Pennsylvania Bleeding Disorders Foundation (the "Organization") was founded to help meet the vast education and support needs of the bleeding disorders community in Western Pennsylvania. The Organization is leading the way in Western Pennsylvania by improving the quality of care and enriching the lives of those with bleeding disorders through education, advocacy, resource, and referral. The Organization is supported through contributions from the public and companies within the medical industry, grants, and investment income.

The Organization is an independent chapter of the National Hemophilia Foundation and also a member of the Hemophilia Federation of America.

BASIS OF ACCOUNTING

The financial statements of the Organization have been prepared on the accrual basis of accounting and, accordingly, report all significant receivables, payables, and other liabilities as prescribed by accounting principles generally accepted in the United States of America ("U.S. GAAP").

COMPARATIVE DATA

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

FINANCIAL STATEMENT PRESENTATION

Accounting Standards require the Organization to report 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. The following is a description of the two net asset categories:

NET ASSETS WITHOUT DONOR RESTRICTIONS

Net assets without donor restrictions consist of resources available for any purpose in performing the primary objectives of the Organization, which have not been restricted by donor or grantor. Board designated net assets consist of \$20,143 in cash and \$600,000 in investments to cover future operating expenses.

**WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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NOTES TO FINANCIAL STATEMENTS**

NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are those assets subject to donor-imposed stipulations that may or will be met either by actions of the Organization and/or the passage of time, or are those required to be maintained permanently by donors.

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 the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amount of revenues and expenses during the reporting period. Actual results could differ from those estimates.

ACCOUNTS RECEIVABLE

Accounts receivable are stated at the amount management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a provision for bad debt expense and an adjustment to a valuation allowance based on its assessment of the current status of individual accounts. Balances that are still outstanding after management has used reasonable collection efforts are written off through a charge to the valuation allowance and a credit to accounts receivable. The Organization considers all of its receivables to be fully collectible; accordingly, no valuation allowance is considered necessary.

CONCENTRATION OF CREDIT RISK

The Organization maintains its cash balances in one financial institution located in Pittsburgh, Pennsylvania. The balances are insured by the Federal Deposit Insurance Corporation ("FDIC") up to \$250,000. As of June 30, 2022 and 2021, the Organization's cash balances were within the federally insured limits. Additionally, the Organization had \$953,381 and \$1,075,202 in investment accounts not covered by FDIC insurance as of June 30, 2022 and 2021, respectively. Management believes the Organization is not exposed to any significant credit risk on cash and investments.

INVESTMENTS

Investments in marketable securities with readily determinable fair values and all investments in debt securities are recorded at fair value in the statements of financial position. Investment income (including realized and unrealized gains and losses on investments, interest, and dividends) is included in the change in net assets without donor restrictions.

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Although the Organization's investments are invested in a variety of financial instruments managed by investment advisors, the fair values, reported in the statements of financial position, are subject to various market risks including changes in the equity markets, the interest rate environment, and economic conditions. Due to the level of risk associated with investment securities and the level of uncertainty related to changes in the fair value of investment securities, it is reasonably possible that the fair value of investments reported in the accompanying statements of financial position could change materially in the near term.

FURNITURE, FIXTURES, AND LEASEHOLD IMPROVEMENTS, NET

It is the Organization's policy to capitalize furniture, fixtures, and leasehold improvements expenditures over \$1,000. Purchased furniture, fixtures, and leasehold improvements are recorded at cost. Depreciation is calculated using the straight-line method over the estimated useful lives of the respective assets, which are generally 3 to 5 years for furniture and fixtures. Leasehold improvements are depreciated over 15 years.

INCOME TAXES

The Organization is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code. The Organization's policy is to recognize interest related to unrecognized tax benefits in interest expense and penalties under the management and general class within supportive services.

In general, the Organization's tax positions for open tax years remain subject to examination by the tax authorities in the jurisdictions in which the Organization operates.

SUPPORT AND REVENUES

All contributions are considered to be available for unrestricted use unless specifically restricted by the donor. Support that is restricted by the donor and is received up front is reported as an increase in net assets without donor restrictions if the restriction expires in the reporting period in which the support is recognized. All other donor-restricted support is reported as an increase in net assets with donor restrictions. When a donor-restriction expires, that is, when a stipulated time restriction ends or a purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Special event income is recognized when control of the promised goods or services is transferred to the Organization's attendants, in an amount that reflects the consideration the Organization expects to be entitled to in exchange for those goods or services, which is primarily when the event is held.

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NOTES TO FINANCIAL STATEMENTS**

CONCENTRATION OF SUPPORT AND REVENUES

The Organization receives a large portion of its support from one donor. For both years ended June 30, 2022 and 2021, this contribution totaled \$125,000, which represents 43% and 20% of total support and revenues, respectively.

DONATED SERVICES

A substantial number of volunteers have donated significant amounts of their time to the Organization's administrative operations and program services. The value of this contributed time is not reflected in the accompanying financial statements since the volunteers' time does not meet the criteria for recognition under Accounting Standards.

IN-KIND CONTRIBUTIONS

In addition to receiving cash contributions, the Organization receives in-kind contributions of gift cards, memberships, etc. from various donors that are used during fundraising events. These items are recorded at their estimated fair value as an expense in the Organization's financial statements, and similarly increase contribution revenue by a like amount. In-kind contributions received for the years ended June 30, 2022 and 2021 were \$4,936 and \$7,076, respectively.

SUBSEQUENT EVENTS

In preparing these financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through December 8, 2022, the date the financial statements were available to be issued.

2. FAIR VALUE MEASUREMENTS

The Organization follows Accounting Standards that define fair value, establish a framework for measuring fair value and enhance disclosures about fair value measurements. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The framework for measuring fair value includes a hierarchy used to classify the inputs used in measuring fair value. The hierarchy prioritizes the inputs used in determining valuations into three levels. The level in the fair value hierarchy within which the fair value measurement falls is determined based on the lowest level input that is significant to the fair value measurement. The levels of the fair value hierarchy are as follows:

Level 1 – Fair value is based on unadjusted quoted prices in active markets that are accessible to the Organization for identical assets. These generally provide the most reliable evidence and are used to measure fair value whenever available.

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NOTES TO FINANCIAL STATEMENTS**

Level 2 – Fair value is based on significant inputs, other than Level 1 inputs, that are observable either directly or indirectly for substantially the full term of the asset through corroboration with observable market data. Level 2 inputs include quoted market prices in active markets for similar assets, quoted market prices in markets that are not active for identical or similar assets, and other observable inputs.

Level 3 – Fair value is based on significant unobservable inputs. Examples of valuation methodologies that would result in Level 3 classification include option pricing models, discounted cash flows, and other similar techniques.

The Organization’s investments in money market funds, equity funds, alternative investments, municipal bonds, corporate bonds, and certificates of deposit are valued according to unadjusted quoted market prices in an active market for identical securities. There have been no changes in the methodologies used at June 30, 2022 and 2021.

The following table sets forth the Organization’s investments at fair value as of June 30, 2022 and 2021 by level, within the fair value hierarchy:

	Investments at Fair Value as of June 30, 2022			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 17,518	\$ -	\$ -	\$ 17,518
Equity funds	442,706	-	-	442,706
Alternative investments	151,483	-	-	151,483
Municipal bonds	13,201	-	-	13,201
Corporate bonds	318,661	-	-	318,661
Certificates of deposit	9,812	-	-	9,812
Total investments at fair value	<u>\$ 953,381</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 953,381</u>
	Investments at Fair Value as of June 30, 2021			
	Level 1	Level 2	Level 3	Total
Money market funds	\$ 10,546	\$ -	\$ -	\$ 10,546
Equity funds	620,086	-	-	620,086
Alternative investments	121,880	-	-	121,880
Municipal bonds	15,778	-	-	15,778
Corporate bonds	276,380	-	-	276,380
Certificates of deposit	30,532	-	-	30,532
Total investments at fair value	<u>\$ 1,075,202</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,075,202</u>

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NOTES TO FINANCIAL STATEMENTS**

Investment income (loss), net is comprised of the following for the years ended June 30:

	<u>2022</u>	<u>2021</u>
Net realized gains (losses)*	\$ 41,131	\$ 17,761
Net unrealized gains (losses)	(157,419)	108,982
Interest and dividends	23,619	16,430
Capital gain distributions	30	-
Investment expenses	<u>(8,682)</u>	<u>(6,410)</u>
Total investment income (loss), net	<u>\$ (101,321)</u>	<u>\$ 136,763</u>

*Realized gains (losses) are calculated based on historical cost.

3. FURNITURE, FIXTURES, AND LEASEHOLD IMPROVEMENTS, NET

A summary of furniture, fixtures, and leasehold improvements, net at June 30, 2022 and 2021 is as follows:

	<u>2022</u>	<u>2021</u>
Furniture and fixtures	\$ 13,102	\$ 13,102
Leasehold improvements	<u>-</u>	<u>10,207</u>
Total	13,102	23,309
Less accumulated depreciation	<u>13,102</u>	<u>18,887</u>
Furniture, fixtures, and leasehold improvements, net	<u>\$ -</u>	<u>\$ 4,422</u>

Depreciation expense was \$113 and \$680 for the years ended June 30, 2022 and 2021, respectively.

4. PAYCHECK PROTECTION PROGRAM LOANS

On May 8, 2020, the Organization was granted a loan from PNC Bank in the amount of \$27,200 under the Paycheck Protection Program (“PPP”), which was established as part of the Coronavirus Aid, Relief and Economic Security Act (“CARES Act”). The loan, including accrued interest, was forgiven in its entirety during March 2021, and was reported as PPP loan forgiveness on the statement of activities for the year ended June 30, 2021.

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On February 23, 2021, the Organization was granted a second PPP loan from PNC Bank in the amount of \$31,082. The loan, including accrued interest, was forgiven in its entirety during September 2021, and was reported as PPP loan forgiveness on the statement of activities for the year ended June 30, 2022.

5. OPERATING LEASES

The Organization has operating leases for its office space and equipment. In addition, the Organization is committed to a month-to-month lease for storage space. Rental expense for the years ended June 30, 2022 and 2021 was \$13,213 and \$11,463, respectively. The following schedule reflects the future non-cancellable minimum lease payments under the Organization's operating leases:

<u>Years Ending June 30,</u>	<u>Amount</u>
2023	\$ 12,960
2024	12,960
2025	13,290
2026	13,320
2027	<u>1,290</u>
Total	<u>\$ 53,820</u>

6. RETIREMENT PLAN

The Organization sponsors a defined contribution pension plan under Section 401(k) of the Internal Revenue Code. Contributions were \$4,487 and \$1,432 for the years ended June 30, 2022 and 2021, respectively.

**WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
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NOTES TO FINANCIAL STATEMENTS**

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consisted of the following as of June 30, 2022 and 2021:

Grant Description	06/30/21 Balance	Increases	Decreases	06/30/22 Balance
Nurses Outreach	\$ 2,570	\$ -	\$ -	\$ 2,570
CVS Health	5,000	3,500	5,000	3,500
CK Colburn Keenan Foundation	2,188	-	2,188	-
National Hemophilia Foundation	15,940	-	10,585	5,355
Hemophilia Alliance Foundation	-	8,000	8,000	-
Total	\$ 25,698	\$ 11,500	\$ 25,773	\$ 11,425

Description	06/30/20 Balance	Increases	Decreases	06/30/21 Balance
Nurses Outreach	\$ 2,570	\$ -	\$ -	\$ 2,570
CVS Health	4,000	5,000	4,000	5,000
COVID-19 Emergency Action Fund	5,000	-	5,000	-
CK Colburn Keenan Foundation	-	3,500	1,312	2,188
Butler County CARES	-	10,000	10,000	-
CK Colburn Keenan Foundation - COVID	-	1,503	1,503	-
Shire/Takeda	-	5,000	5,000	-
National Hemophilia Foundation	-	15,940	-	15,940
Total	\$ 11,570	\$ 40,943	\$ 26,815	\$ 25,698

8. FUNCTIONAL ALLOCATION OF EXPENSES

Expenses are summarized and categorized based upon their functional classification as either program or supporting services. Specific expenses that are readily identifiable to a single program or activity are charged directly to that function. Certain categories of expenses are attributable to more than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis (i.e. time and effort) that was consistently applied.

**WESTERN PENNSYLVANIA CHAPTER OF THE NATIONAL HEMOPHILIA FOUNDATION
D/B/A WESTERN PENNSYLVANIA BLEEDING DISORDERS FOUNDATION
NOTES TO FINANCIAL STATEMENTS**

9. LIQUIDITY

In managing the Organization's financial assets, an important consideration is to ensure sufficient liquidity. Financial asset liquidity as of June 30, 2022 is as follows:

Financial assets, at year end:

Cash	\$ 176,438
Accounts receivable	35
Investments	<u>953,381</u>
Total financial assets at year end	<u>1,129,854</u>

Less those unavailable for general expenditures within one year due to:

Board designations:

Cash	\$ 20,143
Investments	600,000

Donor restrictions,

Cash	<u>11,425</u>
	<u>611,425</u>

Financial assets available to meet cash needs for general expenditures within one year

\$ 518,429

The Organization is primarily supported by donations, grants, and sponsorships, which are used to provide services to individuals and families in western Pennsylvania, as well as pay for the management and administrative expenses of the Organization. To provide financial stability and meet any immediate liquidity need, the Board designated \$600,000 of investments for future operating expenses.
