

**PARALYZED VETERANS OF
AMERICA - IOWA CHAPTER**

AUDITED
FINANCIAL STATEMENTS

September 30, 2024 and 2023

PARALYZED VETERANS OF AMERICA - IOWA CHAPTER
STATEMENTS OF FINANCIAL POSITION
September 30, 2024 and 2023

ASSETS

	<u>2024</u>	<u>2023</u>
CURRENT ASSETS		
Cash and cash equivalents	\$ 154,392	\$ 68,224
Accounts receivable	14,924	22,995
Investments	288,673	249,581
Prepaid expense	4,228	3,332
Total current assets	<u>462,217</u>	<u>344,132</u>
 PROPERTY AND EQUIPMENT		
Fixed assets less accumulated depreciation of \$173,092 in 2024 and \$160,676 in 2023	275,535	287,951
 CUSTODIAL FUNDS	<u>14,965</u>	<u>17,872</u>
 TOTAL ASSETS	<u><u>\$ 752,717</u></u>	<u><u>\$ 649,955</u></u>

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES		
Accounts payable and accrued expenses	\$ 3,165	\$ 13,366
 LONG-TERM LIABILITIES		
Custodial funds	<u>14,965</u>	<u>17,872</u>
 TOTAL LIABILITIES	<u>18,130</u>	<u>31,238</u>
 NET ASSETS		
Net assets without donor restrictions	654,441	563,721
Net assets with donor restrictions	80,146	54,996
Total net assets	<u>734,587</u>	<u>618,717</u>
 TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 752,717</u></u>	<u><u>\$ 649,955</u></u>

See Notes to Financial Statements

PARALYZED VETERANS OF AMERICA - IOWA CHAPTER
STATEMENTS OF ACTIVITIES
For the Year Ended September 30, 2024

	<u>Net assets without donor restrictions</u>	<u>Net assets with donor restrictions</u>	<u>Total</u>
REVENUES, GAINS AND SUPPORT			
Support:			
PVA grant	\$ 151,655	\$ -	\$ 151,655
Contributions	87,657	37,401	125,058
Special events (contributions)	20,322	52,566	72,888
	<u>259,634</u>	<u>89,967</u>	<u>349,601</u>
Revenues and gains:			
Publication income	1,200	-	1,200
Investment income	10,679	-	10,679
Unrealized gain (loss) on investments	32,331	-	32,331
	<u>44,210</u>	<u>-</u>	<u>44,210</u>
 Total revenues, gains, and support	 <u>303,844</u>	 <u>89,967</u>	 <u>393,811</u>
 Net assets released from restrictions:			
Satisfaction of purpose restrictions	64,817	(64,817)	-
 EXPENSES			
Program services:			
Membership and benefits	87,366	-	87,366
Public affairs	158,169	-	158,169
Research	6,000	-	6,000
Total program services	<u>251,535</u>	<u>-</u>	<u>251,535</u>
Support services:			
General and administrative	22,491	-	22,491
Fund raising	3,915	-	3,915
Total support services	<u>26,406</u>	<u>-</u>	<u>26,406</u>
 Total expenses	 <u>277,941</u>	 <u>-</u>	 <u>277,941</u>
 Increase in net assets	 90,720	 25,150	 115,870
 Net assets, beginning	 <u>563,721</u>	 <u>54,996</u>	 <u>618,717</u>
 Net assets, ending	 <u>\$ 654,441</u>	 <u>\$ 80,146</u>	 <u>\$ 734,587</u>

See Notes to Financial Statements

PARALYZED VETERANS OF AMERICA - IOWA CHAPTER
STATEMENTS OF ACTIVITIES
For the Year Ended September 30, 2023

	Net assets without donor restrictions	Net assets with donor restrictions	Total
REVENUES, GAINS AND SUPPORT			
Support:			
PVA grant	\$ 150,770	\$ -	\$ 150,770
Contributions	52,053	16,718	68,771
Special events (contributions)	20,348	25,534	45,882
	223,171	42,252	265,423
Revenues and gains:			
Publication income	2,600	-	2,600
Investment income	7,964	-	7,964
Unrealized gain (loss) on investments	10,240	-	10,240
Other	5	-	5
	20,809	-	20,809
Total revenues, gains, and support	243,980	42,252	286,232
Net assets released from restrictions:			
Satisfaction of purpose restrictions	23,011	(23,011)	-
EXPENSES			
Program services:			
Membership and benefits	119,308	-	119,308
Public affairs	112,061	-	112,061
Research	6,792	-	6,792
Total program services	238,161	-	238,161
Support services:			
General and administrative	27,693	-	27,693
Fund raising	6,924	-	6,924
Total support services	34,617	-	34,617
Total expenses	272,778	-	272,778
Increase (decrease) in net assets	(5,787)	19,241	13,454
Net assets, beginning	569,508	35,755	605,263
Net assets, ending	\$ 563,721	\$ 54,996	\$ 618,717

See Notes to Financial Statements

PARALYZED VETERANS OF AMERICA - IOWA CHAPTER
STATEMENTS OF FUNCTIONAL EXPENSES
For the Years Ended September 30, 2024 and 2023

2024

	Program Services			Support Services			Grand Total
	Membership and Benefits	Public Affairs	Research	General and Administrative	Fund Raising	Total	
Compensation	\$ 50,902	\$ 15,662	\$ -	\$ 7,831	\$ 3,915	\$ 11,746	\$ 78,310
Professional and consulting	2,586	1,724	-	4,310	-	4,310	8,620
Occupancy	3,444	2,755	-	689	-	689	6,888
Office supplies and expenses	10,620	5,783	-	2,609	-	2,609	19,012
Postage	3,417	-	-	380	-	380	3,797
Printing, publications, and promotions	250	-	-	-	-	-	250
Dues and subscriptions	457	114	-	-	-	-	571
Conferences, meetings, and travel	9,482	82,074	-	1,985	-	1,985	93,541
Awards and grants	-	45,091	6,000	-	-	-	51,091
Investment expenses	-	-	-	3,399	-	3,399	3,399
Interest expense	-	-	-	14	-	14	14
Other	-	-	-	32	-	32	32
Depreciation	6,208	4,966	-	1,242	-	1,242	12,416
Total functional expenses	\$ 87,366	\$ 158,169	\$ 6,000	\$ 22,491	\$ 3,915	\$ 26,406	\$ 277,941

2023

	Program Services			Support Services			Grand Total
	Membership and Benefits	Public Affairs	Research	General and Administrative	Fund Raising	Total	
Compensation	\$ 84,742	\$ 26,074	\$ -	\$ 13,037	\$ 6,519	\$ 19,556	\$ 130,372
Professional and consulting	2,402	1,601	-	4,002	405	4,407	8,410
Occupancy	5,638	4,511	-	1,128	-	1,128	11,277
Office supplies and expenses	12,436	1,477	-	3,393	-	3,393	17,306
Postage	2,948	-	-	328	-	328	3,276
Printing, publications, and promotions	276	-	-	-	-	-	276
Dues and subscriptions	568	142	-	-	-	-	710
Conferences, meetings, and travel	4,071	64,965	-	741	-	741	69,777
Awards and grants	-	8,310	6,792	-	-	-	15,102
Investment expenses	-	-	-	3,452	-	3,452	3,452
Other	-	-	-	367	-	367	367
Depreciation	6,227	4,981	-	1,245	-	1,245	12,453
Total functional expenses	\$ 119,308	\$ 112,061	\$ 6,792	\$ 27,693	\$ 6,924	\$ 34,617	\$ 272,778

See Notes to Financial Statements

PARALYZED VETERANS OF AMERICA - IOWA CHAPTER
STATEMENTS OF CASH FLOWS
For the Years Ended September 30, 2024 and 2023

	2024	2023
Cash Flows From Operating Activities		
Change in net assets	\$ 115,870	\$ 13,454
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	12,416	12,453
Unrealized (gain) loss on investments	(32,331)	(10,240)
Reinvested investment earnings	(10,160)	(7,519)
Investment expenses deducted from investment account	3,399	3,452
Changes in assets and liabilities		
(Increase) decrease in accounts receivable	8,071	(2,074)
(Increase) decrease in prepaid expenses	(896)	946
Increase (decrease) in accounts payable	(10,201)	(5,893)
Net cash provided by operating activities	86,168	4,579
Cash Flows From Investing Activities		
Purchase of property and equipment	-	(2,996)
Purchase of investments	-	(64,717)
Net cash used by investing activities	-	(67,713)
Increase (decrease) in cash and cash equivalents	86,168	(63,134)
Beginning of year	68,224	131,358
End of year	\$ 154,392	\$ 68,224
Supplemental Disclosure:		
Cash paid for interest	\$ 14	\$ -
Schedule of Noncash Investing and Financing Activities		
Reinvested investment earnings	\$ 10,160	\$ 7,519
Investment expenses deducted from account	\$ 3,399	\$ 3,452

See Notes to Financial Statements

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 1. Nature of Organization and Significant Accounting Policies

Nature of organization:

The Paralyzed Veterans of America – Iowa Chapter (the “Chapter”) is a publicly funded organization, established for the following purposes:

- To aid and assist veterans of the Armed Forces of the United States who have suffered injuries or disease of the spinal cord.
- To publicize the needs of such veterans to effectuate the fulfillment of such needs as far as possible.
- To promote the full participation of the spinal cord injured or diseased into society by carrying out educational programs and by acquainting the public with their needs and problems and by aiding and assisting such constituent associations which may be organized for the same purposes.
- To advocate and foster thorough and continuing medical research in the fields connected with injuries and diseases of the spinal cord, including research in neurosurgery, genitourinary, orthopedics, and prosthetic appliances.
- To advocate and foster a comprehensive and effective reconditioning program for its members, as well as paraplegics, to include a thorough physical reconditioning program; physiotherapy; competent walking instructions; an active sports program; adequate guidance, both vocational and educational; academic and vocational education, both in hospitals and educational institutions; psychological orientations and readjustments to family and friends, and functional and diversional occupational therapy.
- To cooperate and serve as a chapter of the national organization, the Paralyzed Veterans of America (PVA).

The Chapter is supported primarily through a grant from the Paralyzed Veterans of America, private donations, and special events revenue.

A summary of the organization’s significant accounting policies are as follows:

Basis of accounting:

The accompanying financial statements have been prepared on the accrual basis of accounting in accordance with the standards of accounting and financial reporting for voluntary health and welfare organizations.

Basis of presentation:

The Chapter’s financial statements are presented using standards established for external reporting by not-for-profit organizations. Those standards require that resources be classified for accounting and reporting purposes into net asset categories according to externally (donor) imposed restrictions. Net asset categories can be with donor restrictions, or without donor restrictions. In addition, the Chapter is required to present a statement of functional expenses and a statement of cash flows.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 1. Nature of Organization and Significant Accounting Policies (continued)

A summary of the organization's significant accounting policies follows (continued):

Cash and cash equivalents:

For financial statement purposes, the Chapter considers checking and savings accounts (excluding custodial accounts) to be cash equivalents.

Investments:

Investments in marketable securities with readily determinable fair values, and all investments in debt securities are reported at their fair values in the statement of financial position. The market values of investments are determined based on quoted active market prices using level 1 measurements provided by external investment managers. Unrealized gains and losses are included in the statement of activities.

Property and equipment:

Property and equipment are stated at cost, or if donated, at the fair market value at date of donation. Capitalization of equipment purchases is determined on an item-by-item basis. Depreciation is recorded on the straight-line basis over the estimated useful lives. Maintenance and repairs are expensed as incurred, while major renewals and betterments are capitalized.

Donated services:

No amounts are recorded for donated services, as no objective basis is available to measure the value of such services. However, a substantial number of volunteers have donated significant amounts of time to the organization. Donated services are recognized for those services that improve or enhance property and equipment (as contributions and increases to property and equipment) or for those that require specialized skills (as contributions and expenses). During 2024 and 2023, no contributed services were received which met the criteria stated above.

Contributions:

Contributions are recorded as unrestricted revenue when they are received or unconditionally pledged. Gifts of cash or other assets are reported as restricted support if they are received with donor stipulations that limit the use of the donated assets. Contributions and gifts that are spent for their restricted purpose in the same year as the receipt are reported as unrestricted revenue. Gifts of equipment or other similar assets are reported as unrestricted revenue unless explicit donor stipulations specify how the donated assets must be used.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 1. Nature of Organization and Significant Accounting Policies (continued)

A summary of the organization’s significant accounting policies follows (continued):

Accounts Receivable:

Accounts receivable are recorded at the transaction amount in the period that goods and services are provided. Accounts receivable are considered past due if not collected within thirty days of billing. Based on evaluation of outstanding accounts receivable and historical experience, management considers all accounts receivable to be fully collectible and therefore no allowance for credit losses is recorded.

Functional expense allocations:

The allocations of expenses shown on the statement of functional expenses were made first by direct assignment of costs to functional categories where a direct relationship exists. Other common expenses have been allocated to separate functional categories based on management’s estimate of time spent in each area.

Use of Estimates:

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

Financial Instruments and Credit Risk:

Financial instruments that potentially subject the Chapter to concentrations of credit risk consist principally of cash and investment securities. The Chapter maintains its cash in various bank deposit accounts at a local financial institution. All cash deposits at financial institutions were fully insured at September 30, 2024 and 2023.

The Chapter has investments in money market funds and mutual funds and is therefore subject to concentrations of credit risk. Investments are made by an investment manager engaged by the Chapter and are monitored by the Board of Directors in accordance with the Chapter’s investment policy. Though the market value of investments is subject to fluctuations based on market conditions, management believes the investment policy is prudent for the long-term welfare of the Chapter.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 2. Liquidity and Availability of Financial Assets

Liquidity Policy: IPVA is supported by the National Chapter and by private contributions. The organization maintains cash in the checking account so that they can meet monthly financial needs. The organization has significant investments in money market and mutual funds. The Board has enacted an investment policy so that the organization can spend 6% of the investment balance at the end of the prior fiscal year during the current fiscal year. This amount is transferred from the investment account to checking as funds are required for operations. The investment policy allows for a certain mix of investments and gives the Board the option not to spend any of the balance if investment earnings are less than 3%. The policy is renewed periodically by the Board of Directors.

The Chapter has financial assets consisting of cash, investments, and receivables, available to meet expenditure requirements for the next year.

	<u>9/30/2024</u>	<u>9/30/2023</u>
Availability of financial assets		
Financial assets at year-end	\$ 457,988	\$ 340,800
Less those unavailable for general expenditures within one year due to:		
Restricted by donor with time or purpose restrictions	(80,146)	(54,996)
Financial assets available to meet cash needs for general expenditures within one year.	<u>\$ 377,842</u>	<u>\$ 285,804</u>

General expenditures within one year are expected to be in the range of \$275,000 to \$300,000.

Note 3. Description of Program and Supporting Services

The Membership and Benefits program provides services at no charge to individuals who are veterans of military service and whom have paralysis or impairment caused by a spinal cord injury or disease. This program also sponsors a variety of activities for its members and their families. In addition, the program publishes a newsletter, which discusses current issues of importance to spinal cord injured and handicapped individuals.

Public affairs maintain ongoing advocacy programs to promote special needs of the handicapped, including accessibility of public and private structures to individuals confined to wheelchairs, the advancement of civil rights of all citizens with disabilities, sponsoring of various sports events for the handicapped, and education of the general public as to the needs and care of persons with spinal cord dysfunction.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 3. Description of Program and Supporting Services (continued)

Awards are given for grants for medical and technological research into the treatment of spinal cord injuries and for the development of rehabilitative methods and devices. The Chapter also awards grants to institutions to promote the quality of life for people with spinal cord dysfunction through education and training of the entire health professional team, with the patient/client as the central focus.

General and administrative expenses include the functions necessary to provide coordination and articulation of the Chapter's program strategy; to secure proper administrative functioning of the Board of Directors; to manage the financial and budgetary responsibilities of the Chapter; and to manage meetings and conferences of the Chapter.

Fund-raising activities include publicizing and conducting fund-raising campaigns; maintaining donor lists; and conducting other activities involved with soliciting contributions from individuals, corporations and others.

Note 4. Investments

Investments are stated at their fair value based on quoted prices in active markets, using level 1 measurements, with realized and unrealized gains and losses reflected in the statement of activities. Investments at September 30, 2024 and 2023 are summarized as follows:

	2024		2023	
	Cost	Level 1 Fair Value	Cost	Level 1 Fair Value
Money Market	\$ 75,870	\$ 75,870	\$ 70,325	\$ 70,325
Corporate Stock	72,680	80,032	72,880	69,104
Mutual Funds	109,436	132,771	109,436	110,152
	\$ 257,986	\$ 288,673	\$ 252,641	\$ 249,581

Note 5. Fair Value of Financial Instruments

Generally accepted accounting principles defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and requires expanded disclosures about fair value measurements.

In accordance with generally accepted accounting principles, the Chapter has categorized its financial instruments based on the priority of the inputs to the valuation technique, into a three level hierarchy. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets and liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure the financial instruments fall into different levels of the hierarchy, the categorization is based on the lowest level input that is significant to the fair value of the instrument. The Chapter has financial instruments in Level 1 only.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 6. Property and Equipment

A summary of changes in property and equipment is as follows:

	Year Ended September 30, 2024			
	Beginning			Ending
	Balance	Additions	Deletions	Balance
Office Furniture & Equipment	\$ 59,982	\$ -	\$ -	\$ 59,982
Building	356,370	-	-	356,370
Sports Equipment	32,275	-	-	32,275
	\$448,627	\$ -	\$ -	\$448,627
	Year Ended September 30, 2023			
	Beginning			Ending
	Balance	Additions	Deletions	Balance
Office Furniture & Equipment	\$ 56,986	\$ 2,996	\$ -	\$ 59,982
Building	356,370	-	-	356,370
Sports Equipment	32,275	-	-	32,275
	\$445,631	\$ 2,996	\$ -	\$448,627

Depreciation expense for the years ended September 30, 2024 and 2023 was \$12,416 and \$12,453 respectively.

Note 7. Income Taxes

The Chapter is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code pursuant to a group exemption under the Paralyzed Veterans of America, and contributions are tax deductible to donors under Section 170 (c)(3) of the Internal Revenue Code. The Chapter annually files a Federal return as an exempt organization citing Internal Revenue Exemption Letter dated March 17, 1998. The Chapter is subject to federal and state income taxes to the extent it has unrelated business income. In accordance with the accounting guidance for uncertainty in income taxes, management has evaluated their material tax positions and determined that there are no income tax effects with respect to the financial statements. The Chapter is no longer subject to U.S. federal income tax examinations by tax authorities on filed returns for fiscal years ending prior to September 30, 2021.

The Chapter did not incur any income tax expense or expense for penalties and interest for the fiscal years ended September 30, 2024 and 2023.

PARALYZED VETERANS OF AMERICA – IOWA CHAPTER
NOTES TO FINANCIAL STATEMENTS
September 30, 2024 and 2023

Note 8. Net Assets with Donor Restrictions

Donor restricted net assets consist of the following at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
To support the Midwest PVA Fishing Event	\$ 53,745	\$ 38,278
To support the purchase of track chairs	26,401	16,718
	<u>\$ 80,146</u>	<u>\$ 54,996</u>

Net assets were released from restrictions for the following purposes:

	<u>2024</u>	<u>2023</u>
To support the Midwest PVA Fishing Event	\$ 37,099	\$ 23,011
To support the purchase of track chairs	27,718	-
	<u>\$ 64,817</u>	<u>\$ 23,011</u>

Note 9. Related Party Transactions and Major Funding Source

The Chapter receives a yearly operating grant from the Paralyzed Veterans of America. Total grant dollars received during the fiscal years ended September 30, 2024 and 2023, were \$151,655 and \$150,770 respectively. This grant represents a major funding source accounting for 39% and 53% of total revenues for 2024 and 2023, respectively.

The Chapter also received grants from the Paralyzed Veterans of America for support of its trap shoot and fishing events. Total grants received for these events for the fiscal years ended September 30, 2024 and 2023 were \$6,000 and \$7,000 respectively.

The Chapter paid \$6,000 to the Paralyzed Veterans of America in support of medical research in each of the years ended September 30, 2024 and 2023, respectively.

Note 10. Cash and Cash Equivalents

The Chapter's cash and cash equivalents consisted of the following at September 30, 2024 and 2023:

	<u>2024</u>	<u>2023</u>
General checking	\$ 94,076	\$ 32,104
Savings account	10,644	10,553
Certificate of deposit	10,850	10,283
Special events checking	38,821	15,284
	<u>\$ 154,391</u>	<u>\$ 68,224</u>

Note 11. Subsequent Events

An evaluation was performed of the Chapter's subsequent events occurring after the fiscal year-end through November 21, 2024. This date represents the date the financial statements were available to be issued.