WISCONSIN PARKINSON ASSOCIATION, INC.

FINANCIAL STATEMENTS

August 31, 2018 and 2017
INDEPENDENT AUDITOR’S REPORT

To the Board of Directors
Wisconsin Parkinson Association, Inc.
Brookfield, Wisconsin

We have audited the accompanying financial statements of Wisconsin Parkinson Association, Inc., which comprise the statements of financial position as of August 31, 2018 and 2017, and the related statements of activities and cash flows for the years 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.

Auditor’s 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 auditor’s 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.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Wisconsin Parkinson Association, Inc. as of August 31, 2018 and 2017, 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.

Wegner CPAs, LLP
Waukesha, Wisconsin
February 4, 2019
# WISCONSIN PARKINSON ASSOCIATION, INC.
## STATEMENTS OF FINANCIAL POSITION
### August 31, 2018 and 2017

## ASSETS
### CURRENT ASSETS
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash</td>
<td>$51,391</td>
<td>$46,697</td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>-</td>
<td>1,300</td>
</tr>
<tr>
<td>Pledges receivable</td>
<td>17,109</td>
<td>2,765</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>2,005</td>
<td>2,184</td>
</tr>
<tr>
<td><strong>Total current assets</strong></td>
<td>70,505</td>
<td>52,946</td>
</tr>
</tbody>
</table>

### FURNITURE AND EQUIPMENT
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Furniture and equipment</td>
<td>15,087</td>
<td>3,244</td>
</tr>
<tr>
<td>Less accumulated depreciation</td>
<td>(3,667)</td>
<td>(3,244)</td>
</tr>
<tr>
<td><strong>Furniture and equipment - net</strong></td>
<td>11,420</td>
<td>-</td>
</tr>
</tbody>
</table>

### OTHER ASSETS
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investments</td>
<td>446,674</td>
<td>565,841</td>
</tr>
<tr>
<td>Unemployment compensation reserve</td>
<td>5,133</td>
<td>5,115</td>
</tr>
<tr>
<td><strong>Total other assets</strong></td>
<td>451,807</td>
<td>570,956</td>
</tr>
</tbody>
</table>

### Total assets
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total assets</strong></td>
<td>$533,732</td>
<td>$623,902</td>
</tr>
</tbody>
</table>

## LIABILITIES AND NET ASSETS
### CURRENT LIABILITIES
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Accounts payable</td>
<td>$11,664</td>
<td>$3,361</td>
</tr>
<tr>
<td>Accrued payroll and vacation</td>
<td>20,583</td>
<td>12,969</td>
</tr>
<tr>
<td>Deferred rent</td>
<td>8,030</td>
<td>-</td>
</tr>
<tr>
<td>Deferred revenue</td>
<td>52,775</td>
<td>46,265</td>
</tr>
<tr>
<td><strong>Total liabilities</strong></td>
<td>93,052</td>
<td>62,595</td>
</tr>
</tbody>
</table>

### NET ASSETS
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted</td>
<td>366,004</td>
<td>479,889</td>
</tr>
<tr>
<td>Temporarily restricted</td>
<td>74,676</td>
<td>81,418</td>
</tr>
<tr>
<td><strong>Total net assets</strong></td>
<td>440,680</td>
<td>561,307</td>
</tr>
</tbody>
</table>

### Total liabilities and net assets
<table>
<thead>
<tr>
<th>Item</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Total liabilities and net assets</strong></td>
<td>$533,732</td>
<td>$623,902</td>
</tr>
</tbody>
</table>

See accompanying notes.
<table>
<thead>
<tr>
<th>Year</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>UNRESTRICTED NET ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Support and revenue</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Special events</td>
<td>$93,542</td>
<td>$82,106</td>
</tr>
<tr>
<td>Less costs of direct benefits to donors</td>
<td>(13,200)</td>
<td>(12,600)</td>
</tr>
<tr>
<td>Special events - net</td>
<td>80,342</td>
<td>69,506</td>
</tr>
<tr>
<td>Contributions</td>
<td>252,710</td>
<td>175,906</td>
</tr>
<tr>
<td>Memorial donations</td>
<td>64,326</td>
<td>54,035</td>
</tr>
<tr>
<td>Education symposium</td>
<td>54,103</td>
<td>62,746</td>
</tr>
<tr>
<td>Investment return</td>
<td>55,851</td>
<td>53,972</td>
</tr>
<tr>
<td>In-kind donations</td>
<td>3,922</td>
<td>4,618</td>
</tr>
<tr>
<td>Other income</td>
<td>-</td>
<td>1,335</td>
</tr>
<tr>
<td>Total support and revenue</td>
<td>511,254</td>
<td>422,118</td>
</tr>
<tr>
<td><strong>EXPENSES AND LOSSES</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Program services</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Education</td>
<td>482,221</td>
<td>368,450</td>
</tr>
<tr>
<td>Parkinson Research Institute</td>
<td>7,065</td>
<td>1,038</td>
</tr>
<tr>
<td>Total program services</td>
<td>489,286</td>
<td>369,488</td>
</tr>
<tr>
<td>Supporting activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Management and general</td>
<td>85,682</td>
<td>59,582</td>
</tr>
<tr>
<td>Fundraising</td>
<td>57,236</td>
<td>44,869</td>
</tr>
<tr>
<td>Total supporting activities</td>
<td>142,918</td>
<td>104,451</td>
</tr>
<tr>
<td>Total expenses</td>
<td>632,204</td>
<td>473,939</td>
</tr>
<tr>
<td>Loss on grant repayment</td>
<td>8,340</td>
<td>-</td>
</tr>
<tr>
<td>Total expenses and losses</td>
<td>640,544</td>
<td>473,939</td>
</tr>
<tr>
<td>Net assets released from restrictions</td>
<td>15,405</td>
<td>1,288</td>
</tr>
<tr>
<td>Change in unrestricted net assets</td>
<td>(113,885)</td>
<td>(50,533)</td>
</tr>
<tr>
<td><strong>TEMPORARILY RESTRICTED NET ASSETS</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Contributions</td>
<td>8,663</td>
<td>-</td>
</tr>
<tr>
<td>Net assets released from restrictions</td>
<td>(15,405)</td>
<td>(1,288)</td>
</tr>
<tr>
<td>Change in temporarily restricted net assets</td>
<td>(6,742)</td>
<td>(1,288)</td>
</tr>
<tr>
<td><strong>Change in net assets</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net assets - beginning of year</td>
<td>561,307</td>
<td>613,128</td>
</tr>
<tr>
<td>Net assets - end of year</td>
<td>$440,680</td>
<td>$561,307</td>
</tr>
</tbody>
</table>

See accompanying notes.
WISCONSIN PARKINSON ASSOCIATION, INC.
STATEMENTS OF CASH FLOWS
Years ended August 31, 2018 and 2017

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CASH FLOWS FROM OPERATING ACTIVITIES</strong></td>
<td>--------------</td>
<td>--------------</td>
</tr>
<tr>
<td>Change in net assets</td>
<td>$ (120,627)</td>
<td>$ (51,821)</td>
</tr>
<tr>
<td>Adjustments to reconcile change in net assets to net cash flows from operating activities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>423</td>
<td>-</td>
</tr>
<tr>
<td>Unrealized and realized gains on investments</td>
<td>(44,314)</td>
<td>(41,391)</td>
</tr>
<tr>
<td>(Increase) decrease in assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts receivable</td>
<td>1,300</td>
<td>(1,300)</td>
</tr>
<tr>
<td>Pledges receivable</td>
<td>(14,344)</td>
<td>(2,765)</td>
</tr>
<tr>
<td>Prepaid expenses</td>
<td>179</td>
<td>(434)</td>
</tr>
<tr>
<td>Increase (decrease) in liabilities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts payable</td>
<td>8,303</td>
<td>(4,870)</td>
</tr>
<tr>
<td>Accrued payroll and vacation</td>
<td>7,614</td>
<td>5,654</td>
</tr>
<tr>
<td>Deferred rent</td>
<td>8,030</td>
<td>-</td>
</tr>
<tr>
<td>Deferred revenue</td>
<td>6,510</td>
<td>(1,387)</td>
</tr>
<tr>
<td><strong>Net cash flows from operating activities</strong></td>
<td>(146,926)</td>
<td>(98,314)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CASH FLOWS FROM INVESTING ACTIVITIES</strong></td>
<td>--------------</td>
<td>--------------</td>
</tr>
<tr>
<td>Purchases of furniture and equipment</td>
<td>(11,843)</td>
<td>-</td>
</tr>
<tr>
<td>Interest and dividends retained in investments</td>
<td>(11,519)</td>
<td>(12,545)</td>
</tr>
<tr>
<td>Proceeds from the sale of investments</td>
<td>175,000</td>
<td>115,000</td>
</tr>
<tr>
<td>Interest retained in unemployment compensation reserve</td>
<td>(18)</td>
<td>(36)</td>
</tr>
<tr>
<td><strong>Net cash flows from investing activities</strong></td>
<td>151,620</td>
<td>102,419</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Change in cash</td>
<td>4,694</td>
<td>4,105</td>
</tr>
<tr>
<td>Cash - beginning of year</td>
<td>46,697</td>
<td>42,592</td>
</tr>
<tr>
<td><strong>Cash - end of year</strong></td>
<td>$ 51,391</td>
<td>$ 46,697</td>
</tr>
</tbody>
</table>

See accompanying notes.
Wisconsin Parkinson Association, Inc. (WPA) is a nonprofit organization that provides community awareness, education, and support to people with Parkinson’s disease and their families primarily through its network of support groups throughout Wisconsin and neighboring states. WPA also raises funds to support Parkinson’s research and training for health care professionals serving the Parkinson's population.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

**Basis of Presentation**

WPA reports information regarding its financial position and activities according to three classes of net assets:

*Unrestricted net assets*—Net assets that are not restricted by donors. Designations are voluntary board-approved segregations of unrestricted net assets for specific purposes, projects, or investments.

*Temporarily restricted net assets*—Net assets whose use has been limited by donor-imposed time restrictions or purpose restrictions.

*Permanently restricted net assets*—Net assets that have been restricted by donors to be maintained by WPA in perpetuity.

**Accounts Receivable**

WPA considers all accounts receivable to be fully collectible. Accordingly, no allowance for doubtful accounts has been established. If accounts receivable become uncollectible, they will be charged to operations when that determination is made.

**Promises to Give**

Unconditional promises to give are recognized as support or gains in the period the promise is made and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the conditions on which they depend are substantially met and the promises become unconditional. Promises to give receivable in less than one year are recorded at their net realizable value. All unconditional promises to give are due within one year.

**Furniture and Equipment**

Furniture and equipment is 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 estimated useful lives of the assets. The cost of repairs and maintenance are charged against operations as incurred.

**Investments**

Investments in marketable securities with readily determined fair value are stated at their fair values in the statements of financial position. Realized and unrealized gains and losses are included in the statements of activities.
NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Investments (continued)

Investment securities, in general, are exposed to various risks, such as interest rates, credit, and overall market volatility. Due to the level of risk associated with certain investment securities, it is reasonably possible that changes in the values of investment securities will occur in the near term and that such change could materially affect the amounts reported in the statements of financial position.

Deferred Revenue

Funds received but not earned as of the date of the statement of financial position have been classified as deferred revenue and are included in current liabilities. Deferred revenue consists of exchange transactions deposits related to special events and workshops to be held subsequent to year-end.

Contributions

Contributions that are restricted by the donor are reported as increases in unrestricted net assets if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the reporting period in which the support is recognized. All other donor-restricted contributions are reported as increases in temporarily or permanently restricted net assets, depending on the nature of the restrictions. When a restriction expires, temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statements of activities as net assets released from restrictions.

Expense Allocation

The costs of providing the various programs and other activities have been summarized on the functional basis in the statements of activities. Accordingly, certain costs have been allocated among the program services and supporting activities benefited.

Income Tax Status

WPA is an exempt public charity under Section 501(c)(3) of the Internal Revenue Code and therefore is not subject to federal and state income or franchise taxes.

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

Date of Management's Review

Management has evaluated subsequent events through February 4, 2019, the date which the financial statements were available to be issued.
NOTE 2 – UNEMPLOYMENT COMPENSATION RESERVE

WPA has elected the reimbursement method to finance the cost of unemployment compensation benefits. Under this method, unemployment compensation expense is charged to operations when paid or when the amount of claims can be reasonably estimated. At August 31, 2018 and 2017 WPA had $5,133 and $5,115 on deposit.

NOTE 3 – INVESTMENTS

Investments at August 31, 2018 and 2017 consisted of the following:

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Mutual fund</td>
<td>$441,281</td>
<td>$560,524</td>
</tr>
<tr>
<td>Money market</td>
<td>5,393</td>
<td>5,317</td>
</tr>
<tr>
<td>Investments</td>
<td>$446,674</td>
<td>$565,841</td>
</tr>
</tbody>
</table>

Investment return for the years ended August 31, 2018 and 2017 consisted of the following:

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Interest and dividends</td>
<td>$11,537</td>
<td>$12,581</td>
</tr>
<tr>
<td>Unrealized and realized gains</td>
<td>44,314</td>
<td>41,391</td>
</tr>
<tr>
<td>Investment return</td>
<td>$55,851</td>
<td>$53,972</td>
</tr>
</tbody>
</table>

NOTE 4 – FAIR VALUE MEASUREMENTS

Fair values of assets measured on a recurring basis at August 31, 2018 and 2017 are as follows:

<table>
<thead>
<tr>
<th></th>
<th>Quoted Price in Active Markets for Identical Assets (Level 1)</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2018</td>
</tr>
<tr>
<td>Mutual fund</td>
<td>$441,281</td>
</tr>
</tbody>
</table>

Fair values for the mutual fund is determined by reference to quoted market price and other relevant information generated by market transactions.

NOTE 5 – PENSION PLAN

A Simple IRA is made available to employees. Employee contributions are subject to certain limits based on federal tax law. Annually, WPA may choose to make discretionary matching contributions.
between 0% and 3% for participating employees, dependent on the participant’s deferral. Pension expense for the years ended August 31, 2018 and 2017 was $6,340 and $4,914.

WISCONSIN PARKINSON ASSOCIATION, INC.
NOTES TO FINANCIAL STATEMENTS
August 31, 2018 and 2017

NOTE 6 – TEMPORARILY RESTRICTED NET ASSETS

Temporarily restricted net assets at August 31, 2018 and 2017 are available for the following purposes:

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Living Well outreach</td>
<td>$ 8,663</td>
<td>$ -</td>
</tr>
<tr>
<td>Parkinson Research Institute</td>
<td>66,013</td>
<td>81,418</td>
</tr>
<tr>
<td>Temporarily restricted net assets</td>
<td>$ 74,676</td>
<td>$ 81,418</td>
</tr>
</tbody>
</table>

NOTE 7 – OPERATING LEASES

WPA leases office space under an operating lease which expires in August 2023. The lease requires monthly payments of $2,657 with 2.5% annual increases starting June 2019. Total lease expense for the years ended August 31, 2018 and 2017 was $26,167 and $24,480.

Future minimum lease payments for the years ending August 31 are:

<table>
<thead>
<tr>
<th>Year</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019</td>
<td>$ 32,082</td>
</tr>
<tr>
<td>2020</td>
<td>32,884</td>
</tr>
<tr>
<td>2021</td>
<td>33,706</td>
</tr>
<tr>
<td>2022</td>
<td>34,549</td>
</tr>
<tr>
<td>2023</td>
<td>35,412</td>
</tr>
</tbody>
</table>