



FINANCIAL STATEMENTS

**PARALYZED VETERANS OF AMERICA
SPINAL CORD INJURY EDUCATION AND
TRAINING FOUNDATION, INC.**

**FOR THE YEARS ENDED
JUNE 30, 2024 AND 2023**

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

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CPAs & ADVISORS

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Paralyzed Veterans of America Spinal Cord Injury Education and Training Foundation, Inc.
Washington, D.C.

Opinion

We have audited the accompanying financial statements of the Paralyzed Veterans of America Spinal Cord Injury Education and Training Foundation, Inc. (the PVA Education Foundation), which comprise the statements of financial position as of June 30, 2024 and 2023, and the related statements of activities and changes in net assets, functional expenses and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the PVA Education Foundation as of June 30, 2024, and 2023 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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the PVA Education Foundation 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.

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 PVA Education Foundation's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists.

4550 MONTGOMERY AVENUE • SUITE 800 NORTH • BETHESDA, MARYLAND 20814
(301) 951-9090 • WWW.GRFCPA.COM

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The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the PVA Education Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the PVA Education Foundation'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.

A handwritten signature in cursive script that reads "Gelman Rosenberg & Freedman".

November 18, 2024

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**STATEMENTS OF FINANCIAL POSITION
AS OF JUNE 30, 2024 AND 2023**

ASSETS

	2024	2023
Cash and cash equivalents	\$ 867,941	\$ 676,750
Contributions receivable	3,000	45,583
Due from related party	1,000	67,500
TOTAL ASSETS	\$ 871,941	\$ 789,833

LIABILITIES AND NET ASSETS

LIABILITIES

Accounts payable	\$ 175	\$ -
Grants payable	208,702	211,236
Total liabilities	208,877	211,236

NET ASSETS

Without donor restrictions	663,064	578,597
TOTAL LIABILITIES AND NET ASSETS	\$ 871,941	\$ 789,833

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	<u>Without Donor Restrictions</u>	
	<u>2024</u>	<u>2023</u>
REVENUE AND SUPPORT		
Contributions	\$ 462,882	\$ 446,838
Contributed nonfinancial assets	<u>78,466</u>	<u>115,495</u>
Total revenue and support	<u>541,348</u>	<u>562,333</u>
EXPENSES		
Program Services:		
Research and Education	453,086	172,059
Supporting Services:		
Management and General	<u>3,795</u>	<u>4,471</u>
Total expenses	<u>456,881</u>	<u>176,530</u>
Changes in net assets	84,467	385,803
Net assets at beginning of year	<u>578,597</u>	<u>192,794</u>
NET ASSETS AT END OF YEAR	<u>\$ 663,064</u>	<u>\$ 578,597</u>

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2024**

	<u>Program Services</u>	<u>Supporting Services</u>	
	<u>Research and Education</u>	<u>Management and General</u>	<u>Total Expenses</u>
Professional services	\$ 23,124	\$ -	\$ 23,124
Grants	374,620	-	374,620
Salaries and benefits	55,342	-	55,342
Bank fees	-	2,990	2,990
Training and education	-	805	805
TOTAL	<u>\$ 453,086</u>	<u>\$ 3,795</u>	<u>\$ 456,881</u>

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**STATEMENT OF FUNCTIONAL EXPENSES
FOR THE YEAR ENDED JUNE 30, 2023**

	Program Services	Supporting Services	
	Research and Education	Management and General	Total Expenses
Professional services	\$ 66,456	\$ -	\$ 66,456
Grants	56,564	-	56,564
Salaries and benefits	49,039	-	49,039
Bank fees	-	3,431	3,431
Training and education	-	1,040	1,040
TOTAL	\$ 172,059	\$ 4,471	\$ 176,530

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2024 AND 2023**

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Changes in net assets	\$ 84,467	\$ 385,803
Adjustments to reconcile changes in net assets to net cash provided by operating activities:		
Decrease (increase) in:		
Contributions receivable	42,583	(6,183)
Due from related party	66,500	(42,162)
Increase (decrease) in:		
Accounts payable	175	(22,334)
Grants payable	<u>(2,534)</u>	<u>(172,043)</u>
Net cash provided by operating activities	<u>191,191</u>	<u>143,081</u>
Net increase in cash and cash equivalents	191,191	143,081
Cash and cash equivalents at beginning of year	<u>676,750</u>	<u>533,669</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 867,941</u>	<u>\$ 676,750</u>

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION

Organization -

The Paralyzed Veterans of America Spinal Cord Injury Education and Training Foundation, Inc. (the PVA Education Foundation) is a non-profit corporation founded in Delaware on September 2, 1986. The PVA Education Foundation is controlled by Paralyzed Veterans of America (PVA), a national, nonprofit corporation chartered by the U.S. Congress on August 11, 1971. The purpose of PVA Education Foundation is to support institutions, agencies, and organizations to ensure quality care for spinal cord injury and disease by improving the ability and competence of health professionals who care for persons with spinal cord injury and/or disease, such as caregivers. The PVA Education Foundation's primary sources of revenue are contributions from PVA, PVA chapters, and the general public, as well as legacies and bequest.

Basis of presentation -

The accompanying financial statements are presented on the accrual basis of accounting, and in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) related to nonprofit entities. As such, net assets are reported within two net asset classifications: without donor restrictions and with donor restrictions. Descriptions of the two net asset categories are as follows:

- **Net Assets Without Donor Restrictions** - Net assets available for use in general operations and not subject to donor restrictions are recorded as "net assets without donor restrictions". Assets restricted solely through the actions of the Board are referred to as Board Designated and are also reported as net assets without donor restrictions.
- **Net Assets With Donor Restrictions** Net assets may be subject to donor-imposed stipulations that are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Donor imposed restrictions are released when the restriction expires, that is, when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both. Other donor imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Gifts of long-lived assets and gifts of cash restricted for the acquisition of long-lived assets are recognized as revenue without donor restrictions when the assets are placed in service. The PVA Education Foundation did not have any net assets with donor restrictions as of June 30, 2024 and 2023.

The accompanying financial statements represent the activity of the PVA Education Foundation only. For the year ended June 30, 2024 and 2023, the financial statements of the PVA Education Foundation, have been consolidated with Paralyzed Veterans of America (PVA) in accordance with FASB ASC 958-810, *Not-for-Profit Entities, Consolidation*. The consolidated financial statements are available at the PVA Education Foundation's headquarters.

Cash and cash equivalents -

The PVA Education Foundation considers all cash and other highly liquid investments with initial maturities of three months or less to be cash equivalents.

Bank deposit accounts are insured by the Federal Deposit Insurance Corporation ("FDIC") up to a limit of \$250,000. At times during the year, the PVA Education Foundation maintains cash balances in excess of the FDIC insurance limits. Management believes the risk in these situations to be minimal.

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION
(Continued)**

Contributions receivable -

Contributions receivable include unconditional promises to give that are expected to be collected in future years. Contributions receivable are recorded at their fair value, which is measured as the present value of the future cash flows. Management considers all amounts to be fully collectible within one year. Accordingly, an allowance for doubtful accounts has not been established.

Grants payable -

The PVA Education Foundation approves multiyear grants in total at the time of the initial grant award and records these amounts as grants payable. The grants are generally provided by the PVA Education Foundation, 45% in the first year, 45% in year two and the remaining 10% is provided upon completion of the grant. Three year grants are paid out 30% in the first year, 30% in year two, 30% in year three, and the remaining 10% upon grant completion. The discount on these long-term grants is considered immaterial by management.

In instances where grants are not completed, the PVA Education Foundation either is refunded amounts that were advanced to perform the grant, or in instances where funds were not advanced, the remaining liability is written off in the period of the grant termination. The combination of these amounts are recorded within grant expense in the accompanying Statements of Activities and Changes in Net Assets. The amounts written off and recorded within grant expense was \$5,311 and \$38,275 for the years ended June 30, 2024 and 2023, respectively.

Income taxes -

The PVA Education Foundation is exempt from Federal income tax under Section 501(a) of the Internal Revenue Code ("IRC"), as an organization described in IRC Section 501(c)(3). Accordingly, no provision for income taxes has been made in the accompanying financial statements. The PVA Education Foundation is not a private foundation.

Support from contributions -

Contributions include donations and grants presented in the Statements of Activities and Changes in Net Assets.

Contributions are recognized in the appropriate category of net assets in the period received. The PVA Education Foundation performs an analysis of the individual contribution agreement to determine if the funding stream follows the contribution rules or if it should be recorded as an exchange transaction depending upon whether the transaction is deemed reciprocal or nonreciprocal in accordance with ASC Topic 958.

Support from contributions is recognized upon notification of the award and satisfaction of all conditions, if applicable. Conditional promises to give are not recognized until the conditions on which they depend are substantially met. Contributions, including grants qualifying as contributions, that are unconditional but have donor restrictions are recognized as "without donor restrictions" only to the extent of actual expenses incurred in compliance with the donor imposed restrictions and satisfaction of time restrictions. Contributions with donor restrictions either in excess of expenses incurred or with time restrictions are shown as net assets with donor restrictions in the accompanying financial statements.

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

**1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND GENERAL INFORMATION
(Continued)**

Support from contributions (continued) -

Contributions that are both received and released from restrictions in the same year are classified as without donor restrictions.

Conditional contributions contain a right of return and a measurable barrier. Contributions are recognized when conditions have been satisfied. Conditional contributions received in advance of meeting specified conditions established by donors are recorded as refundable advances. However, the PVA Education Foundation had no refundable advances as of June 30, 2024 and 2023.

In addition, the PVA Education Foundation may obtain funding source agreements related to conditional contributions, which will be received in future years. However, the PVA Education Foundation had no conditional contributions to be received in future years as of June 30, 2024 and 2023.

Contributed nonfinancial assets -

Contributed nonfinancial assets are recorded at their fair value as of the date of the gift and consisted of contributed services: salaries and benefits, professional and consulting services. Donated services are valued based on fair market value of the services. Contributed services are recognized as contributions if the services (a) create or enhance nonfinancial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by the PVA Education Foundation. None of the contributed nonfinancial assets were restricted by donors and none of the donated goods were monetized through sale.

Use of estimates -

The preparation of the 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 at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Functional allocation of expenses -

The costs of providing the various programs and other activities have been summarized on a functional basis in the Statements of Activities and Changes in Net Assets. Accordingly, certain costs have been allocated among the programs and supporting services benefited. Expenses directly attributed to a specific functional area of the PVA Education Foundation are reported as direct expenses to the programmatic area and those expenses that benefit more than one function are allocated on a basis of personnel time. General and administrative expenses include costs that are not directly identifiable with any specific function, but which provide for the overall support and direction of the PVA Education Foundation.

The PVA Education Foundation's activities are confined to a single activity: to fund grants for research related to spinal cord injury or disease. All grants paid and contributed services from PVA are directly related to that activity and are therefore allocated entirely to program activities on the Statements of Functional Expenses. The PVA Education Foundation's remaining expenses, primarily bank and state registration fees, represent the back-end costs and are allocated entirely to Management and General on the Statements of Functional Expenses.

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

2. LIQUIDITY AND AVAILABILITY

Financial assets available for use for general expenditures within one year of the Statements of Financial Position date comprise the following:

	2024	2023
Cash and cash equivalents	\$ 867,941	\$ 676,750
Contributions receivable	3,000	45,583
Due from related party	1,000	67,500
FINANCIAL ASSETS AVAILABLE TO MEET CASH NEEDS FOR GENERAL EXPENDITURES WITHIN ONE YEAR	\$ 871,941	\$ 789,833

The PVA Education Foundation's financial assets are entirely without donor restrictions or Board designations. As part of the PVA Education Foundation's liquidity management, it has a policy of structuring its financial assets to be available as its general expenditures, liabilities and other obligations come due. Grants awarded by the PVA Education Foundation are awarded in part based on the strength of its Statements of Financial Position.

3. CONTRIBUTED NONFINANCIAL ASSETS

The PVA Education Foundation was the beneficiary of certain contributed nonfinancial assets which allowed the PVA Education Foundation to provide greater resources towards its various programs. No donor-imposed restrictions were associated with the contributed nonfinancial assets, which are recorded at their estimated fair market value as of the date of the gift. In addition, none of the donated goods were monetized through sale.

The contributed nonfinancial assets consisted of the following for the years ended June 30, 2024 and 2023:

	2024	2023
Donated professional and consulting services	\$ 23,124	\$ 66,456
Donated salaries and employee benefits	55,342	49,039
TOTAL CONTRIBUTED NONFINANCIAL ASSETS	\$ 78,466	\$ 115,495

The contributed nonfinancial assets have been recorded in support and in the following functional expense categories for the years ended June 30, 2024 and 2023:

	2024	2023
Research and Education	\$ 78,466	\$ 115,495

4. FUNDRAISING COSTS

PVA does extensive direct mail and other forms of fundraising. Each year, approximately 4,000,000 Americans contribute to PVA. As part of this extensive fundraising campaign, the PVA Education Foundation is occasionally highlighted and donors with an interest in the work of the PVA Education Foundation make contributions. PVA personnel solicit for major gifts and legacies, bequests, and pledges to assist the PVA Education Foundation. PVA also administers the Combined Federal Campaign and United Way Contributions plus any employer-matching gifts to the PVA Education Foundation. PVA provides the personnel and other support to conduct the above fundraising activities for the PVA Education Foundation at no cost to the PVA Education Foundation.

**PARALYZED VETERANS OF AMERICA SPINAL CORD INJURY EDUCATION
AND TRAINING FOUNDATION, INC.**

**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024 AND 2023**

5. RELATED PARTY

During the years ended June 30, 2024 and 2023, the PVA Education Foundation received a contribution of \$350,000 in both years from PVA. Approximately 76% and 78%, respectively, of the PVA Education Foundation's revenue (excluding contributed nonfinancial assets) for the years ended June 30, 2024 and 2023 was derived from a contribution awarded from PVA. The PVA Education Foundation has no reason to believe that the relationship with PVA will be discontinued in the foreseeable future. However, any interruption of this relationship would adversely affect the PVA Education Foundation's ability to finance ongoing operations.

PVA provides the PVA Education Foundation and the Paralyzed Veterans of America Spinal Cord Research Foundation (the PVA Research Foundation) with personnel and other support for which it does not require reimbursement. The portion of time incurred by personnel that can be directly allocated to the PVA Education Foundation is included in program expenses in the accompanying Statements of Activities and Changes in Net Assets.

Total contributed services from PVA amounted to \$78,466 and \$115,495 for the years ended June 30, 2024 and 2023, respectively. Other administrative support such as audit, general accounting and fundraising expenses, is absorbed by PVA, since amounts related to the PVA Education Foundation are not significant.

As of June 30, 2024, PVA owed PVA Education Foundation \$1,000. As of June 30, 2023, the PVA Research Foundation owed the PVA Education Foundation \$67,500.

6. SUBSEQUENT EVENTS

In preparing these financial statements, the PVA Education Foundation has evaluated events and transactions for potential recognition or disclosure through November 18, 2024, the date the financial statements were issued.