

THE BRIAN GRANT FOUNDATION

Reviewed Financial Statements

For the Year Ended December 31, 2018



McDONALD JACOBS

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
The Brian Grant Foundation

We have reviewed the accompanying financial statements of The Brian Grant Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2018, and the related statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the financial statements. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

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.

Accountant's Responsibility

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. Those standards require us to perform procedures to obtain limited assurance as a basis for reporting whether we are aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provide a reasonable basis for our conclusion.

Accountant's Conclusion

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

Report on Summarized Comparative Information

The prior year summarized comparative information has been derived from the Organization's 2017 reviewed financial statements, and based on our report dated March 12, 2018, we were not aware of any material modifications that should be made, to those statements for them to be in accordance with generally accepted accounting principles.

McDonald Jacoby, P.C.

Portland, Oregon
March 13, 2019

THE BRIAN GRANT FOUNDATION
STATEMENT OF FINANCIAL POSITION
December 31, 2018
(With comparative totals for 2017)

	2018	2017
ASSETS		
Cash and cash equivalents	\$ 678,878	\$ 413,879
Pledges receivable	20,000	86,000
Prepaid expenses and other assets	6,884	5,161
Property and equipment, net	28,325	47,124
 TOTAL ASSETS	 \$ 734,087	 \$ 552,164
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable and accrued expenses	\$ 5,790	\$ 6,092
Deferred revenue	10,150	50
Note payable - related party	95,705	171,591
Total liabilities	111,645	177,733
Net assets:		
Without donor restrictions:		
Undesignated net assets	567,903	216,857
Net property and equipment	28,325	47,124
Total without donor restrictions	596,228	263,981
With donor restrictions	26,214	110,450
Total net assets	622,442	374,431
 TOTAL LIABILITIES AND NET ASSETS	 \$ 734,087	 \$ 552,164

See independent accountant's review report and notes to financial statements.

THE BRIAN GRANT FOUNDATION
STATEMENT OF ACTIVITIES
For the year ended December 31, 2018
(With comparative totals for 2017)

	2018			2017 Total
	Without Donor Restrictions	With Donor Restrictions	Total	
Support and revenue:				
Event support and revenue:				
Ticket sales and sponsorships	\$ 180,029	\$ -	\$ 180,029	\$ 180,357
Paddle raise	160,200	-	160,200	172,950
Auction, raffle and other	41,340	-	41,340	46,858
Total event support and revenue	381,569	-	381,569	400,165
Direct costs of events	24,370	-	24,370	37,023
Net event support and revenue	357,199	-	357,199	363,142
Contributions - general	299,690	33,500	333,190	324,091
Other revenue	6,505	-	6,505	2,078
Net assets released from donor restrictions:				
Satisfaction of purpose restriction	117,736	(117,736)	-	-
Total support and revenue	781,130	(84,236)	696,894	689,311
Expenses:				
Program services	321,122	-	321,122	287,484
Management and general	81,829	-	81,829	75,545
Fundraising	45,932	-	45,932	29,830
Total expenses	448,883	-	448,883	392,859
Change in net assets	332,247	(84,236)	248,011	296,452
Net assets:				
Beginning of year	263,981	110,450	374,431	77,979
End of year	\$ 596,228	\$ 26,214	\$ 622,442	\$ 374,431

See independent accountant's review report and notes to financial statements.

THE BRIAN GRANT FOUNDATION
STATEMENTS OF FUNCTIONAL EXPENSES
For the years ended December 31, 2018 and 2017

	2018				2017			
	Program Services	Management and General	Fundraising	Total	Program Services	Management and General	Fundraising	Total
Salaries and related costs	\$ 112,938	\$ 49,014	\$ 40,103	\$ 202,055	\$ 99,453	\$ 27,493	\$ 22,493	\$ 149,439
Direct program	115,660	-	-	115,660	145,468	-	-	145,468
Professional services	13,489	22,759	-	36,248	16,762	33,624	-	50,386
Website and marketing	46,712	-	781	47,493	3,339	733	425	4,497
Postage and printing	101	33	835	969	85	25	800	910
Rent	7,196	3,958	3,238	14,392	3,176	5,241	4,288	12,705
Telephone	667	222	-	889	660	224	-	884
Travel	1,383	451	200	2,034	1,352	451	303	2,106
Insurance	2,878	2,040	-	4,918	3,875	2,176	-	6,051
Office expenses	1,027	391	320	1,738	1,900	438	359	2,697
Depreciation and amortization	18,196	148	455	18,799	11,345	3,385	1,162	15,892
Other operating costs	875	2,813	-	3,688	69	1,755	-	1,824
Total expenses	<u>\$ 321,122</u>	<u>\$ 81,829</u>	<u>\$ 45,932</u>	<u>\$ 448,883</u>	<u>\$ 287,484</u>	<u>\$ 75,545</u>	<u>\$ 29,830</u>	<u>\$ 392,859</u>

See independent accountant's review report and notes to financial statements.

THE BRIAN GRANT FOUNDATION
STATEMENT OF CASH FLOWS
For the year ended December 31, 2018
(With comparative totals for 2017)

	<u>2018</u>	<u>2017</u>
Cash flows from operating activities:		
Change in net assets	\$ 248,011	\$ 296,452
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation and amortization	18,799	15,892
(Increase) decrease in:		
Pledges receivable	66,000	64,000
Prepaid expenses and other assets	(1,723)	(1,452)
Increase (decrease) in:		
Accounts payable and accrued expenses	(302)	203
Deferred revenue	10,100	(4,350)
Net cash flows from operating activities	<u>340,885</u>	<u>370,745</u>
 Cash flows from investing activities:		
Purchase of property and equipment	<u>-</u>	<u>(47,376)</u>
Net cash flows from investing activities	<u>-</u>	<u>(47,376)</u>
 Cash flows from financing activities:		
Payments on note payable - related party	<u>(75,886)</u>	<u>(76,173)</u>
Net cash flows from financing activities	<u>(75,886)</u>	<u>(76,173)</u>
 Net change in cash and cash equivalents	264,999	247,196
 Cash and cash equivalents - beginning of year	<u>413,879</u>	<u>166,683</u>
 Cash and cash equivalents - end of year	<u>\$ 678,878</u>	<u>\$ 413,879</u>

See independent accountant's review report and notes to financial statements.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS
December 31, 2018

1. THE ORGANIZATION

The Brian Grant Foundation (the Organization) is a nonprofit corporation, founded in 2010, providing tools to improve the well-being of people with Parkinson's. The Organization accomplishes its mission through events which provide opportunities for public education and programs which focus on exercise, nutrition and community building for those impacted by Parkinson's.

The Organization receives support primarily from contributions and special events.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Net Assets

Net assets, revenues, gains, and losses are classified based on the existence or absence of donor or grantor imposed restrictions. Accordingly, net assets and changes therein are classified and reported as follows:

- *Net Assets Without Donor Restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions.
- *Net Assets With Donor Restrictions* - Net assets subject to donor- (or certain grantor-) imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Donor-imposed restrictions are released when a 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.

Cash and Cash Equivalents

For purposes of the statement of cash flows, the Organization considers all highly liquid investments available for current use with maturities of three months or less at the time of purchase to be cash equivalents.

Pledges Receivable

Contributions, which include unconditional promises to give (pledges), are recognized as revenues in the period the Organization is notified of the commitment. Conditional promises to give are not recognized until they become unconditional, that is when the conditions on which they depend are substantially met. Bequests are recorded as revenue at the time the Organization has an established right to the bequest and the proceeds are measurable. Management considers history with donors, and current economic and industry trends when determining the collectability of specific accounts. As a result, management determined that an allowance for doubtful accounts is not necessary.

See independent accountant's review report.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
December 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Property and Equipment

Acquisitions of property and equipment in excess of \$1,000 are capitalized. Property and equipment purchased are recorded at cost. Donated assets are reflected as contributions at their estimated value on the date received.

Cost incurred for website development, including software with an estimated life of three years or more, are capitalized. Such assets are recorded at cost if purchased or at fair value on the date of donation.

Depreciation

Depreciation of property and equipment is calculated using the straight-line method over the estimated useful lives of the assets which range from three to five years. Amortization of website costs is computed using the straight-line method over three years.

Donated Assets and Services

Donations of equipment, materials and other assets are recorded as support at their estimated fair value at the date of donation. Such donations are reported as unrestricted support unless the donor has restricted the donated asset to a specific purpose.

The Organization recognizes donated services that create or enhance nonfinancial assets or that require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

Deferred Revenue

Fees received in advance for events to be held in a subsequent period are deferred and recorded as a liability and recognized as revenue during the period in which the event occurs.

Functional Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statements of activities and functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited. The expenses that are allocated include salaries and related costs, professional services, office expenses, rent, depreciation and amortization, insurance, and other, which are allocated on the basis of estimates of time and effort.

See independent accountant's review report.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
December 31, 2018

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

Income Tax Status

The Brian Grant Foundation is a nonprofit corporation exempt from federal and state income tax under section 501(c)(3) of the Internal Revenue Code and applicable state law. No provision for income taxes is made in the accompanying financial statements. Based on certain tax law changes, the Organization may be subject to unrelated business income tax. Any provision for income taxes associated with these changes is estimated to be immaterial. The Organization is not a private foundation.

The Organization follows the provisions of FASB ASC Topic Accounting for Uncertainty in Income Taxes. Management has evaluated the Organization's tax positions and concluded that there are no uncertain tax positions that require adjustment to the financial statements to comply with provisions of this Topic.

Change in Accounting Principle

The Organization has implemented Accounting Standards Update (ASU) 2016-14, *Presentation of Financial Statements of Not-for-Profit Entities*. The Update modified net asset classification and enhances disclosures regarding liquidity and availability of resources and functional expense reporting. The ASU has been applied retrospectively to all periods presented.

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 amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events

The Organization has evaluated all subsequent events through March 13, 2019, the date the financial statements were available to be issued.

Summarized Financial Information for 2017

The accompanying financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America (GAAP). Accordingly, such information should be read in conjunction with our reviewed financial statements for the year ended December 31, 2017, from which the summarized information was derived.

See independent accountant's review report.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
December 31, 2018

3. AVAILABLE RESOURCES AND LIQUIDITY

The Organization regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the investment of its available funds. For purposes of analyzing resources available to meet general expenditures over a 12-month period, the Organization considers all expenditures related to its primary operations to be general expenditures. It excludes financial assets with donor or other restrictions limiting their use.

Financial assets of the Association consist of the following at December 31, 2018:

	Available for		
	General	With Donor	
	<u>Expenditure</u>	<u>Restrictions</u>	<u>Total</u>
Cash and cash equivalents	\$ 672,664	\$ 6,214	\$ 678,878
Accounts receivable	<u>-</u>	<u>20,000</u>	<u>20,000</u>
Total financial assets	<u>\$ 672,664</u>	<u>\$ 26,214</u>	<u>\$ 698,878</u>

4. PLEDGES RECEIVABLE

Pledges receivable at December 31, 2018 and 2017 are expected to be collected within one year. The balance at December 31, 2018 is due from one donor (balance at December 31, 2017 is due from a different donor).

See independent accountant's review report.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
December 31, 2018

5. PROPERTY AND EQUIPMENT

Property and equipment consists of the following at December 31, 2018 and 2017:

	2018	2017
Website	\$ 100,025	\$ 100,025
Furniture and equipment	3,392	3,392
Total property and equipment	103,417	103,417
Less accumulated depreciation and amortization	75,092	56,293
Net property and equipment	\$ 28,325	\$ 47,124

6. NOTE PAYABLE

The Organization borrowed funds in 2016 from a board member with no interest. The note is unsecured and the outstanding balance due on the note totals \$95,705 and \$171,591 at December 31, 2018 and 2017, respectively. Currently, a required payment date has not been scheduled for the loan.

7. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions consist of the following at December 31, 2018 and 2017:

	2018	2017
Exercise for Parkinson's training	\$ 6,214	\$ 95,000
Power Through Project	20,000	15,450
Total net assets with donor restrictions	\$ 26,214	\$ 110,450

See independent accountant's review report.

THE BRIAN GRANT FOUNDATION
NOTES TO FINANCIAL STATEMENTS, CONTINUED
December 31, 2018

8. LEASE COMMITMENTS

The Organization leases its administrative offices under an operating lease agreement through May 2020 with monthly rent of \$1,080, subject to annual increases. Rent expense under the lease totaled approximately \$14,400 and \$12,700 for the years ended December 31, 2018 and 2017, respectively.

Future minimum lease commitments are as follows:

Years ending December 31, 2019	\$ 15,400
2020	<u>6,400</u>
	<u>\$ 21,800</u>

9. CONCENTRATIONS OF CREDIT RISK

The Organization maintains its cash balances in one financial institution. Balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. The balances, at times, may exceed the federally insured limit. Balances in excess of insured limits were approximately \$431,700 and \$166,200 as of December 31, 2018 and 2017, respectively.

The Organization's revenues were concentrated with 11% of total revenues coming from one source in 2017. There were no such concentrations in 2018.

See independent accountant's review report.