



**AUDITED
CONSOLIDATED
FINANCIAL STATEMENTS**

SEPTEMBER 30, 2024 AND 2023

PARALYZED VETERANS OF AMERICA

INDEX

SEPTEMBER 30, 2024

(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2023)

	PAGE NO.
INDEPENDENT AUDITOR'S REPORT	1
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION.....	3
CONSOLIDATED STATEMENTS OF ACTIVITIES.....	4
CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES	5
CONSOLIDATED STATEMENTS OF CASH FLOWS	6
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS	7

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Paralyzed Veterans of America – Buckeye Chapter

Opinion

We have audited the accompanying consolidated financial statements of the Paralyzed Veterans of America – Buckeye Chapter and BPVA Properties, LLC, which comprise the statement of consolidated financial position as of September 30, 2024, and the related consolidated statements of activities, functional expenses and cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the consolidated financial statements referred to above present fairly, in all material respects, the financial position of the Paralyzed Veterans of America – Buckeye Chapter and BPVA Properties, LLC as of September 30, 2024 and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit 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 Paralyzed Veterans of America – Buckeye Chapter and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated 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 consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Paralyzed Veterans of America – Buckeye Chapter and BPVA Properties, LLC's ability to continue as a going concern within one year after the date that the consolidated 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 consolidated 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. 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 consolidated 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 consolidated 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 consolidated 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 Paralyzed Veterans of America – Buckeye Chapter and BPVA Properties, LLC'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 consolidated financial statements.
- Conclude whether, on our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Paralyzed Veterans of America – Buckeye Chapter and BPVA Properties, LLC'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 matters that we identified during the audit.

Report on Summarized Comparative Information

We previously audited Paralyzed Veterans of America – Buckeye Chapter, Inc.'s 2023 consolidated financial statements, and in our report dated December 21, 2023, expressed an unmodified opinion on those audited consolidated financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended September 30, 2023, is consistent, in all material respects, with the audited consolidated financial statements from which it has been derived.

Cleveland, Ohio
January 22, 2025

H&J
Certified Public Accountants

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
SEPTEMBER 30, 2024
(WITH SUMARIZED COMPARATIVE TOTALS FOR 2023)

	2024	2023
ASSETS		
CURRENT ASSETS		
Cash and Cash Equivalents	\$ 131,499	\$ 111,227
Receivables	5,260	-
Prepaid Expenses	1,039	550
	137,798	111,777
PROPERTY AND EQUIPMENT	1,905,423	1,920,013
INVESTMENTS	827,793	816,121
TOTAL ASSETS	\$ 2,871,014	\$ 2,847,911
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Current Portion of Long-Term Debt	\$ 41,000	\$ 52,000
Accounts Payable	20,802	17,453
Accrued Compensation	5,010	4,447
	66,812	73,900
LONG-TERM DEBT	1,191,469	1,253,340
TOTAL LIABILITIES	1,258,281	1,327,240
NET ASSETS		
Without Donor Restrictions	1,608,351	1,519,215
With Donor Restrictions	4,382	1,456
	1,612,733	1,520,671
TOTAL LIABILITIES AND NET ASSETS	\$ 2,871,014	\$ 2,847,911

See accompanying notes.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

CONSOLIDATED STATEMENTS OF ACTIVITIES

YEAR ENDED SEPTEMBER 30, 2024
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2023)

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	2024	2023
REVENUE				
Rental Income	\$ 182,393	\$ -	\$ 182,393	\$ 184,942
National Paralyzed VOA Grants	172,323	-	172,323	169,200
Contributions	47,348	3,000	50,348	168,760
Bequest	37,185	-	37,185	-
Special Events, Net	13,227	-	13,227	(27)
Donated Occupancy	6,000	-	6,000	9,000
Miscellaneous	5,898	-	5,898	163
Net Assets Released from Restrictions	74	(74)	-	-
TOTAL REVENUE	464,448	2,926	467,374	532,038
EXPENSES				
Program Services				
Membership and Benefits	137,653	-	137,653	196,633
Public Affairs - Chapter	148,162	-	148,162	151,220
Rental Real Estate - BPVA	232,421	-	232,421	156,839
Research	2,500	-	2,500	6,000
Total Program Services	520,736	-	520,736	510,692
Supporting Services				
Management and General	20,382	-	20,382	24,940
Fundraising	4,423	-	4,423	6,337
Total Supporting Services	24,805	-	24,805	31,277
TOTAL EXPENSES	545,541	-	545,541	541,969
CHANGE IN NET ASSETS FROM OPERATIONS	(81,093)	2,926	(78,167)	(9,931)
INVESTMENT INCOME	170,229	-	170,229	114,113
CHANGE IN NET ASSETS	89,136	2,926	92,062	104,182
NET ASSETS – Beginning	1,519,215	1,456	1,520,671	1,416,489
NET ASSETS – Ending	\$ 1,608,351	\$ 4,382	\$ 1,612,733	\$ 1,520,671

See accompanying notes.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

CONSOLIDATED STATEMENTS OF FUNCTIONAL EXPENSES

YEAR ENDED SEPTEMBER 30, 2024
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2023)

	Membership and Benefit	Public Affairs	Research	Rental Real Estate	Total	General and Administrative	Fundraising	Total	2024	2023
EXPENSES										
Salaries	\$ 38,230	\$ 44,536	\$ -	\$ 9,461	\$ 92,227	\$ 2,308	\$ 3,077	\$ 5,385	\$ 97,612	\$ 104,902
Payroll Taxes	3,451	3,652	-	461	7,564	189	252	441	8,005	8,575
Employee Benefits	1,926	1,934	-	244	4,104	67	67	134	4,238	3,455
	43,607	50,122	-	10,166	103,895	2,564	3,396	5,960	109,855	116,932
Awards and Grants	21,481	80,753	2,500	-	104,734	-	-	-	104,734	145,842
Property Tax	-	-	-	68,590	68,590	-	-	-	68,590	30,138
Interest Expense	-	-	-	52,549	52,549	290	-	290	52,839	46,630
Conferences, Meeting and Travel	41,910	-	-	-	41,910	-	-	-	41,910	45,217
Depreciation	-	-	-	36,125	36,125	-	-	-	36,125	34,753
Occupancy	2,318	6,000	-	22,983	31,301	-	-	-	31,301	33,896
Professional and Consulting	1,812	1,812	-	9,644	13,268	15,152	-	15,152	28,420	18,901
Dues and Subscriptions	8,823	5,062	-	-	13,885	1,739	776	2,515	16,400	13,700
Utilities	-	-	-	11,507	11,507	-	-	-	11,507	14,381
Contracted Services	-	-	-	10,914	10,914	384	-	384	11,298	-
Newsletter	10,011	-	-	-	10,011	-	-	-	10,011	16,627
Office Supplies and Expense	4,194	2,406	-	2,362	8,962	138	137	275	9,237	5,885
Building Repair and Maintenance	-	-	-	7,581	7,581	-	-	-	7,581	13,575
Printing, Publications and Promotion	3,497	2,007	-	-	5,504	115	114	229	5,733	5,492
TOTAL EXPENSES	<u>\$ 137,653</u>	<u>\$ 148,162</u>	<u>\$ 2,500</u>	<u>\$ 232,421</u>	<u>\$ 520,736</u>	<u>\$ 20,382</u>	<u>\$ 4,423</u>	<u>\$ 24,805</u>	<u>\$ 545,541</u>	<u>\$ 541,969</u>

See accompanying notes.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

CONSOLIDATED STATEMENTS OF CASH FLOWS

YEAR ENDED SEPTEMBER 30, 2024
(WITH SUMMARIZED COMPARATIVE TOTALS FOR 2023)

	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES:		
Change in Net Assets	\$ 92,062	\$ 104,182
Adjustments to Reconcile Change in Net Assets to Net Cash Provided by (Used by) Operating Activities:		
Depreciation	36,125	34,753
Unrealized and Realized Gain on Investments, Net	(155,888)	(81,918)
Change in NAV, Net	(11,696)	(30,022)
Impact on Cash from Changes in:		
Accounts Receivable	(5,260)	-
Prepaid Expenses	(489)	4,939
Accounts Payable	3,349	(4,911)
Accrued Compensation	563	(1,275)
Deferred Revenue	-	(5,454)
Total Adjustments	(133,296)	(83,888)
Cash Provided by (Used by) Operating Activities	(41,234)	20,294
CASH FLOWS FROM INVESTING ACTIVITIES:		
Purchase of Property	(21,535)	(37,411)
Purchase of Investments	(150,000)	-
Sale of Investments	305,912	124,913
Cash Provided by Investing Activities	134,377	87,502
CASH FLOWS FROM FINANCING ACTIVITIES:		
Payments on Long-Term Debt	(72,871)	(59,110)
Cash Used by Financing Activities	(72,871)	(59,110)
NET INCREASE IN CASH AND CASH EQUIVALENTS	20,272	48,686
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	111,227	62,541
CASH AND CASH EQUIVALENTS - END OF YEAR	\$ 131,499	\$ 111,227
Supplemental Cash Flow Information:		
Cash Paid for Interest	\$ 52,839	\$ 46,630

See accompanying notes.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

NATURE OF OPERATIONS AND MISSION STATEMENT

The Paralyzed Veterans of America, Inc. - Buckeye Chapter ("the Chapter") was incorporated in 1972 in the State of Ohio and is an affiliated member of the Paralyzed Veterans of America (the National Chapter) located in Washington, DC and must adhere to certain rules, regulations, and guidelines as set forth by the National Chapter in fulfilling their purposes.

BPVA Properties LLC ("the LLC"), a single member LLC consolidated entity of the Chapter, was established on December 7, 2021 to hold the real estate on which the Chapter's and third-party commercial business offices reside.

The mission of the Chapter is to strive to improve the quality of life of honorably discharged veterans who have spinal cord injury, dysfunction, or illness including but not limited to multiple sclerosis and ALS (Lou Gehrig's disease) through advocacy, medical research, sports and recreation, education, and communication.

The Chapter has developed a unique expertise on a wide variety of issues involving the special needs of our members – veterans of the armed forces who have experienced spinal cord injury or dysfunction.

The Chapter will use that expertise to be the leading advocate for:

- Quality health care for our members
- Research and education addressing spinal cord injury and dysfunction
- Benefits available as a result of our members' military service
- Civil rights and opportunities which maximize the independence of our members

To enable the Chapter to continue to honor this commitment, we must recruit and train members who have the experience, energy, dedication, and passion necessary to manage the Chapter and ensure adequate resources to sustain the programs essential for the Chapter to achieve its mission.

The following program services are included in the accompanying consolidated financial statements:

- Veteran benefits
- Wheelchair sports and recreation
- Spinal cord injury research
- Advocacy to eliminate architectural barriers and protect civil rights for persons with disabilities
- Referral services for assistive devices, housing, employment, and transportation
- Literature on a variety of topics, including self-care, independent living and disability rights
- Accessible home modification grants

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

BASIS OF PRESENTATION

The consolidated financial statements of the Chapter have been prepared on the accrual basis in accordance with accounting principles generally accepted in the United States of America.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

The Chapter classifies its net assets and revenues, expenses, gains and losses on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Chapter and changes therein are classified as follows:

Net assets without donor restrictions: Net assets are not subject to donor-imposed restrictions and may be expended for any purpose in performing the primary objectives of the Chapter. The Chapter's board may designate assets without restrictions for specific operational purposes from time to time.

Net assets with donor restrictions: Net assets subject to stipulations imposed by donors and grantors. Some donor restrictions are temporary in nature; those restrictions will be met by actions of the Chapter or by the passage of time. Other donor restrictions are perpetual in nature, where by the donor has stipulated the funds be maintained in perpetuity.

SUMMARIZED FINANCIAL INFORMATION

The consolidated financial statements include certain prior year summarized comparative information in total but not by net asset category. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Chapter's consolidated financial statements for the year ended September 30, 2023, from which the summarized information was derived.

RECLASSIFICATIONS

Certain amounts in the prior-year summarized comparative information have been reclassified to be consistent with the presentation in the current-year consolidated financial statements. These classifications had no impact on changes in net assets as previously presented.

USE OF ESTIMATES

The preparation of consolidated financial statements in conformity with accounting principles generally accepted in the United States 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 consolidated financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

CASH AND CASH EQUIVALENTS/CONCENTRATION OF RISK

The Chapter's cash and cash equivalents, which are deposited in financial institutions, may at times exceed federally insured limits. The Chapter has not experienced losses in such accounts and believes it is not exposed to significant credit risk on its cash and cash equivalents. Cash equivalents are highly liquid investments with an original maturity of three months or less at the date of purchase. Because of the short maturity of these financial instruments, the carrying value approximates the fair value.

The cash and investment balances are in compliance with the investment policy of the Chapter and are overseen by the Chapter's finance committee.

The Chapter has significant investments in mutual and pooled funds and is therefore subject to concentrations of credit risk. Though the market value of investments is subject to fluctuations on a year-to-year basis, the Investments Committee believes that the investment policy is prudent for the long-term welfare of the Chapter.

The Chapter received a significant portion of its annual revenue from the Paralyzed Veterans of America (PVA), under which the Chapter is chartered and required to comply with administrative and other rules. In 2024 and 2023, the Chapter received grants amounting to \$172,323 (37% of gross revenue from operations) and \$169,200 (31% of gross revenue from operations), respectively. A reduction in the amount of revenue provided by PVA would have an impact on the Chapter's ability to carry out its activities at current levels. Funding by PVA for 2024 has been pledged at the same level as in 2024 (grant cycle runs July to June).

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

FAIR VALUE MEASUREMENTS

Fair value is defined as the price that would be received to sell an asset in the principal or most advantageous market for the asset in an orderly transaction between market participants on the measurement date. Fair value should be based on the assumptions market participants would use when pricing an asset. US GAAP establishes a fair value hierarchy that prioritizes investments based on those assumptions. The fair value hierarchy gives the highest priority to quoted prices in active markets (observable inputs) and the lowest priority to an entity's assumptions (unobservable inputs). The Chapter groups assets at fair value in three levels, based on the markets in which the assets and liabilities are traded and the reliability of the assumptions used to determine fair value. These levels are:

- Level 1 Unadjusted quoted market prices for identical assets or liabilities in active markets as of the measurement date.
- Level 2 Other observable inputs, either directly or indirectly, including:
- Quoted prices for similar assets/liabilities in active markets;
 - Quoted prices for identical or similar assets in non-active markets;
 - Inputs other than quoted prices that are observable for the asset/liability; and,
 - Inputs that are derived principally from or corroborated by other observable market data.
- Level 3 Unobservable inputs that cannot be corroborated by observable market data.

The fair value hierarchy also requires an entity to maximize the use of observable inputs and maximize the use of observable inputs when measuring fair value, which is the Chapter's policy. For the years ended September 30, 2024 and 2023, the application of valuation techniques applied to similar assets and liabilities has been consistent.

RECEIVABLES AND CREDIT POLICIES

Receivables are stated at the amounts management expects to collect from outstanding balances. Management provides for probable uncollectible amounts through a charge to expense and a credit 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. Management evaluated receivables as of September 30, 2024 and has determined that an allowance for doubtful accounts is immaterial to these consolidated financial statements.

INVESTMENTS

Investments with readily determinable fair values are measured at fair value in the statements of financial position. Interest, dividends, realized and unrealized gains and losses on investments, net of fees, are recorded as investment return in the statements of activities and changes in net assets. Realized gains and losses are determined on a specific identification basis. Realized and unrealized gains and losses, interest, and dividends on investments are recorded as net assets without donor restriction unless such amounts are restricted by the donor or by law. Investments received as gifts are recorded at the estimated fair value at the date of the gift. Investments are classified based on their original maturities. Investments with original maturities of less than 12 months are classified as short-term investments.

Investment securities are exposed to various risks such as interest rate, market, liquidity and credit risks. Due to the level of risk associated with certain investment securities and the sensitivity of certain fair value estimates to changes in valuation assumptions, it is at least reasonably possible that changes in risks in the near term would result in material changes in the fair value of long-term investments and net assets of the Chapter.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

FIXED ASSETS

The Chapter uses the straight-line method of depreciating fixed assets over the estimated useful lives ranging from five to 39 years. The policy of the Chapter is to capitalize personal property purchases over \$5,000 and real property purchases over \$10,000. Routine repairs and maintenance are expensed as incurred.

REVENUE AND REVENUE RECOGNITION

Unconditional donor promises to give are reported at fair value at the date that there is sufficient verifiable evidence documenting that a promise was made by the donor and received by the Chapter. The gifts are reported as either net assets without donor restriction or net assets with donor restriction if they are received with donor stipulations that sufficiently limit the use of the donated assets. When a donor restriction expires, through the passage of time or when the purpose is accomplished, net assets with donor restriction are reclassified to net assets without donor restriction and are reported on the statement of activities and changes in net assets as net assets released from restriction. Donor-restricted contributions whose restrictions are met in the same reporting period are reported as net assets without donor restriction support.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor-imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restriction; otherwise, the contributions are recorded as net assets without donor restriction. The Chapter recognizes contributions when cash, securities or other assets; an unconditional promise to give; or a notification of a beneficial interest is received. Conditional promises to give – that is, those with a measurable performance or other barrier and a right of return – are not recognized until the conditions on which they depend have been met.

Contributed income of cash or other assets that must be used to acquire long-lived assets are recorded as contributions with donor restrictions and grants until the assets are acquired and placed in service.

Gains and losses on investments are reported as increases or decreases to net assets without donor restrictions unless their use is restricted by donor-imposed stipulation or by state law.

The Chapter records special events revenue equal to the fair value of direct benefits to donors, and contribution income for the excess received when the event takes place.

The Chapter recognizes in-kind services in accordance with applicable accounting standards if the services received (a) create or enhance non-financial assets or (b) require specialized skills, and are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation.

The Chapter recognized donated occupancy in the amount of \$6,000 for 2024 and \$9,000 for 2023 of which an amount of \$6,000 has been recognized as a “public affairs” program occupancy expense, representing office space provided at the Veterans Administration Hospital (Cleveland, Ohio). The rent expense has been allocated functionally based on the programs or support services benefited.

In addition, the Chapter receives services from a large number of volunteers who give significant amounts of their time to the Chapter’s programs, fund-raising campaigns, and management. No amounts have been reflected for these types of donated services as they do not meet the criteria for recognition.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

FUNCTIONAL EXPENSE ALLOCATION

Expenses are charged to functional areas based on specific identification when possible. Expenses that cannot be specifically identified to a function are allocated to the functional areas based on factors such as direct relationship of expenses, time spent by employees, and square footage of space used for various programs.

INCOME TAXES

The Chapter is exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code (the "Code") as a charitable organization whereby only unrelated business income, as defined by Section 509(a) of the Code, is subject to federal income tax.

The LLC is subject to federal and state income taxes, and files tax returns in the U.S. The LLC has no taxable income for 2024 and therefore has not provided for recognition of income taxes.

2. INVESTMENTS

The following table presents assets and liabilities measured at fair value on a recurring basis, except those measured at cost or by using NAV per share as a practical expedient as identified in the following at September 30:

	Fair Value Measurements Using:			Total
	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	
At September 30, 2024:				
Equities	\$ 578,877	\$ -	\$ -	\$ 578,877
Fixed Income	213,799	-	-	213,799
Cash Equivalents	35,117	-	-	35,117
Pooled Investments	-	-	-	-
	<u>\$ 827,793</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 827,793</u>
At September 30, 2023:				
Equities	\$ 367,989	\$ -	\$ -	\$ 367,989
Fixed Income	153,091	-	-	153,091
Cash Equivalents	825	-	-	825
Pooled Investments	-	294,216	-	294,216
	<u>\$ 521,905</u>	<u>\$ 294,216</u>	<u>\$ -</u>	<u>\$ 816,121</u>

Net investment income for the years ended September 30 consist of the following:

	2024	2023
Net Unrealized and Realized Gain	\$ 161,178	\$ 91,315
Pooled Funds Income	13,031	30,022
Investment Fees	(3,980)	(7,224)
	<u>\$ 170,229</u>	<u>\$ 114,113</u>

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

3. PROPERTY AND EQUIPMENT

Property and equipment consist of the following at September 30:

	2024	2023
Land	\$ 592,800	\$ 592,800
Building	1,350,527	1,350,527
Building Improvements	58,946	37,411
	<u>2,002,273</u>	<u>1,980,738</u>
Accumulated Depreciation	(96,850)	(60,725)
	<u>\$ 1,905,423</u>	<u>\$ 1,920,013</u>

4. LONG-TERM DEBT

In December 2021, the Chapter purchased a building for approximately \$1,900,000; financed with a \$500,000 cash payment and a \$1,400,000 mortgage note payable. The Chapter relocated its headquarters to the new facility in January 2022.

At September 30, the Chapter is liable for the following long-term debt:

<u>DESCRIPTION</u>	<u>2024</u>	<u>2023</u>
Mortgage Note Payable (December 30, 2021) – Secured by the Chapter's real estate and payable in monthly payments of \$8,340, including interest at 3.75% per annum. The loan is amortized over 240 months with a balloon payment due on December 15, 2026, unless extended by the lender. The loan is secured by the property and future rents.	\$ 1,232,469	\$ 1,305,340
Current Portion	<u>(41,000)</u>	<u>(52,000)</u>
	<u>\$ 1,191,469</u>	<u>\$ 1,253,340</u>

The five-year debt maturities on the mortgage debt are approximately as follows:

2025	\$ 41,000
2026	43,000
2027	<u>1,107,469</u>
Total	<u>\$ 1,191,469</u>

5. RENTAL REAL ESTATE INCOME

The LLC leases the use of its property at approximately \$15,500 per month with varying expiration dates through 2026. Utilities are the responsibility of the tenant. Rental income is reported as earned over the term of the operating lease.

**PARALYZED VETERANS OF AMERICA, INC. – BUCKEYE CHAPTER
AND
BPVA PROPERTIES, LLC**

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

SEPTEMBER 30, 2024 AND 2023

6. NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at September 30 is comprised of the following:

	2024	2023
Home Modification	\$ 3,000	\$ -
Member Mileage Reimbursement	1,382	1,456
	<u>\$ 4,382</u>	<u>\$ 1,456</u>

7. SPECIAL EVENTS

Major fundraising activities are as follows:

	2024	2023
Gross Income	\$ 16,248	\$ 30,183
Less: Direct Donor Benefits	(3,021)	(30,210)
Net Special Events	<u>\$ 13,227</u>	<u>\$ (27)</u>

8. AVAILABILITY AND LIQUIDITY

The following represents the Chapter's financial assets available to meet general expenditures over the next twelve months:

	2024	2023
Financial Assets at Year-End:		
Cash and Cash Equivalents	\$ 131,499	\$ 111,227
Receivables	5,260	-
Investments	827,793	816,121
Total Financial Assets	964,552	927,348
Less Amounts not Available to be Used Within One Year:		
Net Assets with Donor Restrictions - Cash	(4,382)	(1,456)
Financial Assets Available to Meet General Expenditures Over the Next Twelve Months	<u>\$ 960,170</u>	<u>\$ 925,892</u>

The Chapter is substantially supported by contributions and depends on contributions without restrictions to meet its ongoing obligations. As part of the Chapter's liquidity management, it structures its financial assets to be available as its general expenditures, liabilities and other obligations come due. The Chapter invests cash in excess of daily requirements in short-term investments.

Additionally, the Chapter has net assets without donor restrictions that have been segregated into professionally managed investment portfolios as an operating reserve should its major funder at some point cease contributions. While the Chapter does not intend to spend for these purposes other than those identified, investments could be made available for current operations, if necessary.

9. SUBSEQUENT EVENTS

In preparing these consolidated financial statements, the Chapter has evaluated events and transactions for potential recognition or disclosure through January 22, 2025, the date the consolidated financial statements were available to be issued.