

**Cancer Survivors Park Alliance
Greenville, South Carolina**

**Financial Statement
June 30, 2024
(With Independent Auditor's Report Thereon)**

Cancer Survivors Park Alliance

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
of Cancer Survivors Park Alliance

Opinion

We have audited the accompanying financial statements of Cancer Survivors Park Alliance ("CSPA") (a nonprofit organization), which comprise the statement of financial position as of June 30, 2024, and the related statements of activities, functional expenses and cash flows for the year 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 CSPA as of June 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 CSPA 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 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 CSPA'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. 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 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 CSPA'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 CSPA'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.

Draft

Highsmith & Highsmith, LLC
Travelers Rest, South Carolina
September 19, 2024

Cancer Survivors Park Alliance

Statement of Financial Position June 30, 2024

Assets

Current assets:

Cash and cash equivalents	\$	137,449
Pledges receivable, net		27,328
Beneficial interest in assets held by Community Foundation of Greenville		113,873
Prepaid expenses		1,796
Inventory		5,853
Total current assets		<u>286,299</u>

Noncurrent assets:

Pledges receivable, net		50,170
Property and equipment, net of accumulated depreciation		-
Other assets, net of accumulated amortization		-
Total noncurrent assets		<u>50,170</u>
Total assets	\$	<u><u>336,469</u></u>

Liabilities and Net Assets

Current Liabilities:

Accrued expenses	\$	447
Line of credit		-
Total current liabilities		<u>447</u>

Net Assets:

Without donor restrictions		192,952
With donor restrictions		<u>143,070</u>
Total net assets		<u>336,022</u>
Total liabilities and net assets	\$	<u><u>336,469</u></u>

Cancer Survivors Park Alliance

**Statement of Activities
Years Ended June 30, 2024**

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Totals</u>
Support and Revenue:			
Contributions:			
Cash	\$ 4,424	\$ 300,695	\$ 305,119
Grants	-	1,021,000	1,021,000
Special events	303,451	-	303,451
Interest	2,738	-	2,738
Total support and revenue	<u>310,613</u>	<u>1,321,695</u>	<u>1,632,308</u>
Net assets released from restrictions	<u>1,486,137</u>	<u>(1,486,137)</u>	<u>-</u>
Total support, revenue and reclassifications	<u>1,796,750</u>	<u>(164,442)</u>	<u>1,632,308</u>
Expenses:			
Program Services	477,829	-	477,829
Supporting Services:			
Management and general	53,178	-	53,178
Fundraising	<u>177,272</u>	<u>-</u>	<u>177,272</u>
Total expenses	<u>708,279</u>	<u>-</u>	<u>708,279</u>
Other revenues (expenses)			
Unrealized gain (loss) on investments	<u>-</u>	<u>12,195</u>	<u>12,195</u>
Total other revnues (expenses)	<u>-</u>	<u>12,195</u>	<u>12,195</u>
Change in net assets	1,088,471	(152,247)	936,224
Net assets, beginning of year	(895,519)	295,317	(600,202)
Net assets, end of year	<u>\$ 192,952</u>	<u>\$ 143,070</u>	<u>\$ 336,022</u>

Cancer Survivors Park Alliance

**Statement of Functional Expenses
Years Ended June 30, 2024**

		<u>Supporting Services</u>		
	<u>Program Services</u>	<u>Management and General</u>	<u>Fundraising</u>	<u>Total Expense</u>
Salaries	\$ 110,956	\$ 25,606	\$ 34,140	\$ 170,702
Payroll taxes and fringe benefits	22,336	6,871	5,155	34,362
Advertising	3,905	-	11,711	15,616
Bank fees	-	1,513	-	1,513
Computer expense	1,199	276	370	1,845
Dues	-	300	-	300
Insurance	-	4,744	-	4,744
Miscellaneous	2,107	-	-	2,107
Office expenses	2,582	-	-	2,582
Postage and shipping	731	1,285	223	2,239
Repairs and maintenance	-	2,400	-	2,400
Professional fees	15,718	7,997	6,225	29,940
Rent	-	1,922	-	1,922
Utilities	4,832	-	-	4,832
Special events	-	-	118,322	118,322
Donations to the park	312,447	-	-	312,447
Travel and meetings	1,016	264	1,126	2,406
Total expenses before depreciation and amortization	477,829	53,178	177,272	708,279
Depreciation and amortization	-	-	-	-
Total expenses	\$ <u>477,829</u>	\$ <u>53,178</u>	\$ <u>177,272</u>	\$ <u>708,279</u>

Cancer Survivors Park Alliance

Statement of Cash Flows Years Ended June 30, 2024

Cash flows from operating activities:	
Change in net assets	\$ 936,224
Adjustments to reconcile change in net assets to net cash used in operating activities	
Depreciation and amortization	-
Gift of park to City of Greenville	-
(Increase) decrease in assets	
Pledges receivable, net	(52,500)
Inventory	-
Prepaid expenses	(1,796)
Beneficial interest in assets held by Community Foundation of Greenville	(13,879)
Increase (decrease) in liabilities	
Accrued expenses	447
Net cash provided by operating activities	<u>868,496</u>
Cash flows from investing activities:	
Purchase of property and equipment	-
Net cash used by investing activities	<u>-</u>
Cash flows from financing activities:	
Payments made on the line of credit	(939,731)
Loan forgiveness from SBA loan under the payroll protection program	-
Net cash provided by financing activities	<u>(939,731)</u>
Net decrease in cash	(71,235)
Cash, beginning of year	<u>208,684</u>
Cash, end of year	\$ <u><u>137,449</u></u>

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 1 – Organization

The mission of the Cancer Survivors Park Alliance (“CSPA”) is to serve as a catalyst for the collaborative activities that engage, educate, empower, and enhance the lives of anyone touched by cancer and to ensure the sustainability of the Cancer Survivors Park as a central venue for carrying out that mission.

In 2012, Cancer Charities Foundation, a non-profit corporation, merged with Cancer Survivors Park Alliance.

Note 2 – Summary of Significant Accounting Policies

Basis of Accounting

The accompanying financial statements of the CSPA have been prepared on the accrual basis of accounting. Revenues are reported as increases in net assets without donor restrictions unless use of the related assets is limited by donor-imposed restrictions. Expenses are recognized when incurred and are reported as decreases in net assets without donor restrictions. Gains and losses on investments and other assets or liabilities are reported as increases or decreases in net assets without donor restrictions unless their use is restricted by explicit donor stipulation by law.

Financial Statement Presentation

Financial statement presentation follows the Financial Accounting Standards Board (“FASB”) standard on financial statements for not-for-profit organizations. The CSPA is required to report information regarding its financial position and activities according to two classes of net assets: without donor restrictions and with donor restrictions. A summary of these classifications follows.

Without Donor Restrictions – net assets that are not subject to donor-imposed stipulations. The board of directors has discretionary control over these resources. Designated amounts represent those net assets that the board has set aside for a particular purpose.

With Donor Restrictions – net assets with donor restrictions consist of contributions whose use by the CSPA is limited by donor-imposed stipulations that expire by the passage of time or can be fulfilled by actions of the CSPA or have donor-imposed stipulations to be held in perpetuity. Restrictions on gifts of fixed assets or contributions restricted for the purchase of fixed assets expire when the asset is placed in service, unless otherwise stipulated by the donor. When a donor restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions. Contributions that are restricted by donors are reported as increases in net assets without donor restrictions if the restrictions expire in the reporting period in which the contribution is recognized. As of June 30, 2024, the CSPA’s net assets with donor restrictions consist of amounts received

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 2 – Summary of Significant Accounting Policies, continued

Financial Statement Presentation, continued

and expected to be received over future periods restricted for donor specified uses.

Cash and Cash Equivalents

The CSPA considers all currency and demand deposits with an original maturity of three months or less to be cash equivalents. The CSPA places its cash and cash equivalents on deposit with financial institutions in the United States.

Pledges Receivable

Unconditional promises to give that are expected to be collected within one year are recorded at net realizable value. Unconditional promises to give that are expected to be collected in future years are recorded at the present value of their estimated future cash flows. The discounts on those amounts are computed using the risk-free interest rates applicable to the years in which the promises are received.

Amortization of the discounts is included in contribution revenue. Conditional promises to give are not included as support until the conditions are substantially met.

The CSPA uses the allowance method to estimate uncollectible unconditional promises to give. The allowance is based on management's analysis of specific promises made and industry averages.

Contributions, including unconditional promises to give, are recognized as revenues in the period received. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contribution revenue in accordance with donor-imposed restrictions, if any, on the contributions.

Receivables

The CSPA records receivables on their books at their estimated net realizable value. An allowance for uncollectible receivables, if any, is estimated based on past experience and on analysis of collectability.

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 2 – Summary of Significant Accounting Policies, continued

Property and Equipment

Property and equipment are stated at cost at the date of acquisition. Cost for donated assets is stated at the appraised fair market value on the date of donation. Buildings are depreciated using the straight-line method over the estimated useful lives of the respective assets, ranging from 5 to 20 years. Property and equipment is depreciated using the straight-line method over the estimated useful lives of the respective assets, ranging from 3 to 20 years. For the year ended June 30, 2024, depreciation expense was \$0.

Maintenance and repairs are charged to expense as incurred.

Income Taxes

The CSPA is a not-for-profit organization exempt from taxes under the provisions of Section 501(c)(3) of the Internal Revenue Code; therefore, no provision for income taxes has been made in these consolidated financial statements. The Museum has also been classified as an entity that is not a private foundation within the meaning of Section 509(a) and qualifies for deductible contributions as provided in Section 170(b)(1)(A)(VI).

The CSPA's policy is to record a liability for any tax position taken that is beneficial to the CSPA, including any related interest and penalties, when it is more likely than not the position taken by management with respect to a transaction or class of transactions will be overturned by a taxing authority upon examination. The CSPA's open audit periods are 2022-2024. Management believes that there are no such positions as of June 30, 2024 and, accordingly, no liability has been accrued.

Contributed Services and Goods

Donated 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 CSPA had they not been donated. Donated goods are recorded at the fair value of the donated items on the date of donation.

Functional Allocation of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities and in the Statements of Functional Expenses. Accordingly, all costs have been allocated among the program and supporting services benefited.

Advertising

Advertising costs are expensed as incurred by the CSPA. During the year ended June 30, 2024, advertising expenses were \$15,616.

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 2 – Summary of Significant Accounting Policies, continued

Fair Value of Financial Instruments

The carrying values of cash and cash equivalents, accounts receivable, promises to give, accounts payable, accrued liabilities, and line of credit approximate fair value because of the terms and relative short maturity of financial instruments. The carrying values, which are the fair value of investments, are based on values provided by an external investment manager or comparison to quoted market values.

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 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.

Recently Adopted Accounting Pronouncements

In February 2016, FASB issued ASU 2016-02, Leases. The standard requires all leases with lease terms over 12 months to be capitalized as a right-of-use asset and lease liability on the statements of financial position at the date of lease commencement. Leases will be classified as either finance or operating. This distinction will be relevant for the pattern of expense recognition in the statements of activities. This standard is effective for the fiscal year ending June 30, 2022. In June 2020, FASB issued ASU 2020-05, Revenue from Contracts with Customers (Topic 606) and Leases (Topic 842), which provided for a deferral of the effective date of Topic 842 by one year, due to the ongoing uncertainties and difficulties related to the “COVID-19” pandemic (see Note 13). Under this deferral, the effective date of Topic 842 is for the fiscal year ended June 30, 2024. A modified retrospective transition approach is required for leases for capital and operating leases existing at, or entered into after, the beginning of the earliest period presented in the financial statements, with certain practical expedients available.

At June 30, 2024 CSPA did not have any leases subject to the new lease standards.

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 3 – Liquidity and availability

The CSPA regularly monitors liquidity required to meet its operating needs and other contractual commitments, while also striving to maximize the use of its available funds. For purposes of analyzing resources available to meet general expenditures over a twelve-month period, the CSPA considers all expenditures related to its support, maintenance, and enhancement of the lives of anyone touched by cancer as well as the conduct of services undertaken to support those activities to be general expenditures.

Financial assets available to meet cash needs for general expenditures within one year consist of the following at June 30, 2024:

Financial assets at year-end:

Cash and cash equivalents	\$ 137,449
Beneficial interest in assets held by Community Foundation of Greenville	113,873
Pledges receivable, net	<u>77,498</u>
	328,820

Less amounts not available to be used for general expenditures
within one year:

Net assets subject to purpose restrictions	<u>(143,070)</u>
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Financial assets available to meet cash needs for general expenditures
within one year

\$ 185,750

In addition to financial assets available to meet cash needs for general expenditures within one year, the CSPA operates with a balanced budget and anticipates collecting sufficient revenue to cover general expenditures not covered by donor-restricted resources.

Note 4 – Cash and Cash Equivalents

The CSPA maintains bank accounts at various financial institutions. Accounts at an institution are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. As of June 30, 2024 cash accounts have a book balance of \$137,403, and a bank balance of \$137,498. As of June 30, 2024, the bank balances of CSPA were fully insured by the FDIC.

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 5 – Pledges Receivable

The pledges receivable has been discounted to present value using a 5% discount rate. The current portion of the receivable represents the amount of unconditional promises to give expected to be collected during the next fiscal year. The non-current portion of the receivable represents pledges expected to be collected between one and five years. An allowance for doubtful accounts of 8% of the present value of the receivables has been established based on industry averages.

Pledges receivable at June 30, 2024 are as follows:

	June 30, 2024
Pledges receivable expected to be collected in:	
Less than one year	\$ 27,328
One to five years	74,828
	<u>102,156</u>
Less: discount to present value	(24,658)
	<u>77,498</u>
Less: allowance for doubtful accounts	-
Total	<u>\$ 77,498</u>

Note 6 – Property and Equipment

Property and equipment for the year ended June 30, 2024 consisted of the following:

Equipment	\$ <u>590</u>
	590
Less: accumulated depreciation	<u>(590)</u>
	<u>\$ -</u>

Note 7 – Other Assets

Intangible assets as of June 30, 2024, consisted of the following:

	Website
Cost	\$ 21,500
Less: accumulated amortization	<u>(21,500)</u>
Intangible assets, net	<u>\$ -</u>

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 8 – Beneficial interest in assets held by Community Foundation of Greenville

The Alliance transferred funds and entered into an agreement with the Community Foundation of Greenville. The agreement calls for the principal and income of the fund to be used in attaining the objectives of the Alliance. The fund; however, is to be held, managed, administered, applied and disbursed as a special endowment fund under the general powers of the Community Foundation of Greenville.

Under FASB Accounting Standards Codification (ASC) 958-605-15, "Transfer of Assets to a Not-for-Profit Organization or Charitable Trust that Raises or Holds Contributions for Others," the Alliance accounts for the funds at the Community Foundation of Greenville as an asset and records contributions and earnings as revenues. The activity is reported in the Statement of Activities under the "With Donor Restrictions" heading.

The following is a summary of activity of the changes in funds as of June 30, 2024, as reported by the Theatre:

Beginning Balance, July 1, 2023	\$	99,994
Contributions		400
Interest and dividends		2,564
Unrealized gains/losses		12,195
Distributions		-
Fees		(1,280)
Ending balance, June 30, 2024	\$	<u>113,873</u>

Note 9 – Fair Value Measurements

Fair value, as defined under generally accepted accounting principles, is an exit price, representing the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The Organization utilizes market data or assumption that market participants would use in pricing the asset or liability. The Organization has characterized its financial assets and liabilities which are measured at fair value and recorded in the statements of financial position, based on a three-level fair value hierarchy based on the inputs to valuation techniques as follows:

Level 1 – valuations based on quoted prices in active markets for identical assets or liabilities.

Level 2 – valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly, for substantially the full term of the financial instrument.

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 9 – Fair Value Measurements, continued

Level 3 – valuations based on unobservable inputs reflecting the Organization’s own assumptions, consistent with reasonably available assumptions made by other market participants. These valuations require significant judgment or estimation by the investment manager.

Investments measured at net asset value (“NAV”) are those which the Theatre has applied a practical expedient and concluded that NAV reported by the underlying fund approximated the fair value of investments, unless it is probable that all or a portion of the investment will be sold for an amount different from NAV. The Alliance has no plans to sell these investments in the secondary market at amounts substantially different from NAV.

The following table summarizes the valuation of the Alliance’s financial assets measured at fair value as of June 30, 2024, based on the level of input utilized to measure fair value:

<u>Assets measured at fair value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Community Foundation of Greenville	-	113,873	-	113,873
Total assets - recurring basis	\$ -	\$ 113,873	\$ -	\$ 113,873

Note 10 – Net Assets with Donor Restrictions

As of June 30, 2024, the CSPA’s restricted net assets include donor contributions for various specific initiatives, programs and events where the related expense has not been incurred. A summary of temporarily restricted net assets of June 30, 2024 is as follows:

Healing Garden	\$ 4,645
Founders Wall	50,000
Other	25,400
Endowment	63,025
	\$ 143,070

Cancer Survivors Park Alliance

Notes to Financial Statements June 30, 2024

Note 11 – Risk Management

The CSPA is exposed to various risks of loss relating to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. To insure against casualty risks, the CSPA obtains insurance from commercial insurance carriers for errors and omissions, and physical property loss and natural disasters to its buildings.

The CSPA acquires insurance from commercial insurance carriers for job-related injury and illness (worker's compensation) to its employees, medical insurance encompassing health, dental, life and other medical benefits to employees and their dependents.

During the year ended June 30, 2024 the CSPA did not experience any significant uninsured claims. Accordingly, there was no liability or expense recorded for actual claims, and management does not believe any provision for unasserted claims is necessary.

Note 12 – Subsequent Events

On January 1, 2012, the CSPA adopted FASB ASC 855-10, *Subsequent Events* (formerly Statement of Accounting Standards No. 165). This standard establishes general standards of accounting for and disclosures of events that occur after the statement of financial position date but before statements are available to be issued. All events or transactions have been evaluated that occurred after June 30, 2024 through September 19, 2024, the date these financial statements were available to be issued.