

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana  
New Orleans, Louisiana

Financial Statements

December 31, 2023 and 2022

# LeGlue & Company, CPAs, L.L.C.

July 2, 2024

## **Independent Auditors' Report**

Board of Directors  
Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

### ***Opinion***

We have audited the accompanying financial statements of Cancer Association of Greater New Orleans, Inc. DBA Cancer Association of Louisiana (a nonprofit organization) (the "Association"), which comprise the statement of financial position as of December 31, 2023, and the related statements of activities, changes in net assets, 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 the Association as of December 31, 2023, 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 (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association 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.

### ***Other Matter***

The financial statements of the Association for the year ended December 31, 2022 were audited by another auditor who expressed an unmodified opinion on those statements on November 3, 2023.

## ***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 Association's ability to continue as a going concern for one year after the date that the financial statements are issued.

## ***Auditors' 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 auditors' 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 GAAS 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 GAAS, 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 Association'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 Association'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.

***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The combining statements of activities and functional expenses and the United Way Budget Form 3 are presented for purposes of additional analysis and are not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

Respectfully submitted,



LeGlue and Company, CPAs, L.L.C.

STATEMENTS OF FINANCIAL POSITION

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

ASSETS

	<u>December 31,</u>	
	<u>2023</u>	<u>2022</u>
<u>Current assets</u>		
Cash and cash equivalents	\$ 114,444	\$ 544,207
Receivables	224,395	196,763
Current promises to give	-	5,690
Prepaid expenses and other assets	7,762	6,675
Inventory	<u>3,255</u>	<u>2,596</u>
Total current assets	<u>349,856</u>	<u>755,931</u>
 <u>Other asset</u>		
Operating right-of-use asset	<u>110,373</u>	<u>-</u>
 <u>Investments</u>		
Investments in mutual funds	2,301,226	1,917,814
Investments in U.S. Treasury Bills	513,455	-
Investments in equity security and mineral rights	<u>34,437</u>	<u>34,437</u>
Total investments	<u>2,849,118</u>	<u>1,952,251</u>
 <u>Property and equipment</u>		
Office furniture and equipment	7,121	8,075
Less: Accumulated depreciation	<u>(7,121)</u>	<u>(7,932)</u>
Total property and equipment, net	<u>-</u>	<u>143</u>
 Total	 <u>\$ 3,309,347</u>	 <u>\$ 2,708,182</u>

See accompanying notes to the financial statements.

LIABILITIES AND NET ASSETS

Current liabilities

Accounts payable	\$ 34,642	\$ 19,049
Due to Breastoration	273,210	221,727
Accrued expenses	24,200	16,980
Operating lease liability - current	19,605	-
Deferred revenue	10,639	6,726
Total current liabilities	362,296	264,482

Non-current liabilities

Operating lease liability - non-current	89,669	-
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Net assets

Without donor restrictions:		
Undesignated	795,081	701,760
Board designated reserve fund	1,728,998	1,505,438
With donor restrictions	333,303	236,645
Total net assets	2,857,382	2,443,843

Total	\$ 3,309,347	\$ 2,708,325
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See accompanying notes to financial statements.

STATEMENT OF ACTIVITIES

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

For the year ended December 31, 2023

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>Revenues and support</u>			
Received directly:			
Contributions	\$ 18,207	\$ -	\$ 18,207
Combined Federal Campaign	9,795	-	9,795
Other	49,098	-	49,098
Special events	85,804	-	85,804
Grants	7,389	249,156	256,545
Received indirectly:			
United Way designation	14,893	-	14,893
United Way allocation	-	110,000	110,000
Net assets released from restrictions satisfaction of program restrictions	<u>262,498</u>	<u>(262,498)</u>	<u>-</u>
 Total revenues and support	 <u>447,684</u>	 <u>96,658</u>	 <u>544,342</u>
Other support:			
Oil royalties and dividends	82,050	-	82,050
Investment income, net	<u>404,196</u>	<u>-</u>	<u>404,196</u>
 Total other support	 <u>486,246</u>	 <u>-</u>	 <u>486,246</u>
 Total revenue, reclassifications and other support	 <u>933,930</u>	 <u>96,658</u>	 <u>1,030,588</u>
<u>Expenses</u>			
Program services:			
Education	-	-	-
Patient services	525,101	-	525,101
Supporting Activities:			
Fundraising	1,430	-	1,430
Management and general	<u>90,518</u>	<u>-</u>	<u>90,518</u>
 Total expenses	 <u>617,049</u>	 <u>-</u>	 <u>617,049</u>
 <u>Change in net assets</u>	 <u>\$ 316,881</u>	 <u>\$ 96,658</u>	 <u>\$ 413,539</u>

See accompanying notes to the financial statements.

STATEMENT OF ACTIVITIES

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

For the year ended December 31, 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
<u>Revenues and support</u>			
Received directly:			
Contributions	\$ 22,657	\$ -	\$ 22,657
Combined Federal Campaign	4,907	-	4,907
Other	58,882	-	58,882
Special events	113,819	-	113,819
Grants	76,294	172,575	248,869
Gifts in-kind	5,000	-	5,000
Received indirectly:			
United Way designation	69,661	-	69,661
United Way allocation	50,384	35,000	85,384
Net assets released from restrictions satisfaction of program restrictions	<u>171,029</u>	<u>(171,029)</u>	<u>-</u>
Total revenues and support	<u>572,633</u>	<u>36,546</u>	<u>609,179</u>
Other support:			
Oil royalties and dividends	74,248	-	74,248
Investment (loss), net	<u>(421,898)</u>	<u>-</u>	<u>(421,898)</u>
Total other support	<u>(347,650)</u>	<u>-</u>	<u>(347,650)</u>
Total revenue, reclassifications and other support	<u>224,983</u>	<u>36,546</u>	<u>261,529</u>
<u>Expenses</u>			
Program services:			
Education	-	-	-
Patient services	513,477	-	513,477
Supporting Activities:			
Fundraising	5,042	-	5,042
Management and general	<u>143,797</u>	<u>-</u>	<u>143,797</u>
Total expenses	<u>662,316</u>	<u>-</u>	<u>662,316</u>
<u>Change in net assets</u>	<u>\$ (437,333)</u>	<u>\$ 36,546</u>	<u>\$ (400,787)</u>

See accompanying notes to the financial statements.

STATEMENTS OF CHANGES IN NET ASSETS

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

For the years ended December 31, 2023 and 2022

	<u>Without Donor Restrictions</u>	<u>With Donor Restrictions</u>	<u>Total</u>
Net assets - December 31, 2021	\$ 2,644,531	\$ 200,099	\$ 2,844,630
Change in net assets	<u>(437,333)</u>	<u>36,546</u>	<u>(400,787)</u>
Net assets - December 31, 2022	2,207,198	236,645	2,443,843
Change in net assets	<u>316,881</u>	<u>96,658</u>	<u>413,539</u>
Net assets - December 31, 2023	<u>\$ 2,524,079</u>	<u>\$ 333,303</u>	<u>\$ 2,857,382</u>

See accompanying notes to the financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

Year ended December 31, 2023

	<u>Program Activities</u>		<u>Support Activities</u>		<u>Total</u>
	<u>Education</u>	<u>Patient Services</u>	<u>Fundraising</u>	<u>Management &amp; General</u>	
Salaries	\$ -	\$ 190,346	\$ -	\$ 63,449	\$ 253,795
Payroll taxes and employee benefits	-	26,397	-	8,799	35,196
Printing and publications	-	2,966	-	-	2,966
Specific assistance to individuals	-	212,965	-	-	212,965
Professional fees	-	9,375	-	3,125	12,500
Office supplies and other	-	9,162	-	3,052	12,214
Occupancy	-	23,580	-	6,326	29,906
Postage and shipping	-	1,435	-	474	1,909
Telephone	-	4,435	-	1,478	5,913
Travel and local transportation	-	97	-	32	129
Event expenses	-	15,325	1,430	3,678	20,433
Fees	-	28,875	-	105	28,980
Depreciation	-	143	-	-	143
	<u>-</u>	<u>525,101</u>	<u>1,430</u>	<u>90,518</u>	<u>617,049</u>
Total functional expenses	\$ -	\$ 525,101	\$ 1,430	\$ 90,518	\$ 617,049

See accompanying notes to the financial statements.

STATEMENT OF FUNCTIONAL EXPENSES

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

Year ended December 31, 2022

	<u>Program Activities</u>		<u>Support Activities</u>		
	<u>Education</u>	<u>Patient Services</u>	<u>Fundraising</u>	<u>Management &amp; General</u>	<u>Total</u>
Salaries	\$ -	\$ 172,310	\$ -	\$ 57,089	\$ 229,399
Payroll taxes and employee benefits	-	24,829	-	8,249	33,078
Printing and publications	-	2,226	-	742	2,968
Specific assistance to individuals	-	163,024	-	34,990	198,014
Professional fees	-	12,525	-	4,175	16,700
Office supplies and other	-	43,531	-	14,510	58,041
Occupancy	-	22,385	-	5,561	27,946
Postage and shipping	-	1,950	-	650	2,600
Telephone	-	6,949	-	1,687	8,636
Travel and local transportation	-	241	-	80	321
Event expenses	-	51,803	5,042	12,226	69,071
Grants to others	-	11,513	-	3,838	15,351
Depreciation	-	191	-	-	191
	<u>-</u>	<u>513,477</u>	<u>5,042</u>	<u>143,797</u>	<u>662,316</u>
Total functional expenses	\$ -	\$ 513,477	\$ 5,042	\$ 143,797	\$ 662,316

See accompanying notes to the financial statements.

STATEMENTS OF CASH FLOWS

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

	<u>Years ended December 31,</u>	
	<u>2023</u>	<u>2022</u>
<u>Cash flows from operating activities</u>		
Change in net assets	\$ 413,539	\$ (400,787)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation	143	191
Amortization of right-of-use asset	9,428	-
Net realized / unrealized (gain) loss on investments	(404,196)	488,382
(Increase) decrease in operating assets:		
Receivables	(21,942)	(2,463)
Inventory	(659)	(869)
Prepays	(1,087)	8,838
Increase (decrease) in operating liabilities		
Accounts payable	15,593	(19,799)
Accrued expenses	7,220	2,925
Obligations under operating lease	(10,527)	-
Due to Breastoration	51,483	50,567
Deferred revenue	3,913	1,553
Net cash provided by operating activities	<u>62,908</u>	<u>128,538</u>
<u>Cash flows from investing activities</u>		
Purchase of investments	(1,149,743)	(66,575)
Sale of investments	657,072	-
Net cash used in investing activities	<u>(492,671)</u>	<u>(66,575)</u>
<u>Net (decrease) increase in cash and cash equivalents</u>	(429,763)	61,963
<u>Cash and cash equivalents, beginning of year</u>	<u>544,207</u>	<u>482,244</u>
<u>Cash and cash equivalents, end of year</u>	<u>\$ 114,444</u>	<u>\$ 544,207</u>

See accompanying notes to the financial statements.

## NOTES TO FINANCIAL STATEMENTS

Cancer Association of Greater New Orleans, Inc.  
DBA Cancer Association of Louisiana

Years ended December 31, 2023 and 2022

### Note 1

#### Nature of Operations and Summary of Significant Accounting Policies

##### ***Nature of Activities***

Cancer Association of Greater New Orleans, Inc. DBA Cancer Association of Louisiana (a nonprofit organization) (the “Association”) was incorporated on February 23, 1959. The Association prides itself in protecting and defending the community against cancer through education and assistance of needy cancer patients.

The Association’s patient services program provides vital prescription medications and necessities to cancer patients who otherwise would have to do without. These include individuals who do not qualify for government assistance and cannot afford medical insurance. Those necessities crucial to the comfort and recovery of local cancer patients include chemo-therapeutic agents, antibiotics, anti-nausea and pain-relieving medications as well as colostomy supplies, bed pads, and other sick room equipment.

The Association strongly believes that education is a key tool in lowering cancer incidence and mortality in the Greater New Orleans area by offering a variety of classes in cancer prevention to area schools and businesses.

##### ***Method of Accounting and Financial Reporting Framework***

Assets and liabilities and revenues and expenses are recognized on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America as promulgated by the Financial Accounting Standards Board (FASB).

##### ***Basis of Presentation***

The financial statements are presented in accordance with FASB Accounting Standards Codification (ASC) 958. Under the provisions of ASC 958, net assets, revenues, and gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Association and changes therein are classified as follows:

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

## Note 1

(Continued)

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 Association or by the passage of time. Other donor restrictions are perpetual in nature, whereby the donor has stipulated the funds be maintained in perpetuity.

### ***Use of Estimates***

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America (U.S. GAAP) requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and changes therein, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

### ***Cash and Cash Equivalents***

For purposes of the statements of cash flows, the Association considers all highly liquid investments with an initial maturity of three months or less to be cash equivalents.

### ***Receivables***

Receivables consisted of amounts due from local agencies and are recorded at cost. Based on historical experience, management believes that all receivables are collectible and, thus, no allowance has been established.

### ***Fair Value Measurements***

The carrying amounts reflected in the statements of financial position for cash, cash equivalents, and accounts receivable approximate the respective fair values of those instruments, due to their relatively short collection times. The fair value of the investments classified as “available for sale” and U.S. Treasury Bills are derived from the quoted market values for those instruments from an active market when available.

### ***Investments***

Investments are recorded at fair market value based on market quotations and consist of mutual funds, money market accounts, stocks, U.S. Treasury Bills, and bonds. Gains and losses on investments are reported on the statements of activities as increases or decreases in net assets without donor restrictions. Dividend, interest and other investment income are reported in the period earned in the statements of activities as increases in net assets without donor restrictions. Investment return is presented net of investment fees.

## Note 1

(Continued)

The Association discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value. Investments are recorded at fair value on a recurring basis. Nonrecurring fair value adjustments, if any, would typically involve donated property and equipment. There were no material nonrecurring fair value adjustments in 2023 and 2022. The three levels of the fair value hierarchy are described below:

Level 1 lies at the top of the hierarchy. Inputs are quoted prices in active markets.

Level 2 inputs are in the middle of the hierarchy, where data is adjusted from similar items traded in markets that are active markets or from identical or similar items in markets that are not active. Level 2 inputs do not stem directly from quoted prices.

Level 3 inputs are unobservable and require the entity to develop its own assumptions.

For assets that are measured at fair value on a recurring basis in periods after initial recognition, there were no transfers between Levels 1 and 2, or transfers into and out of Level 3 in 2023 or 2022. If such transfers were to occur, they would be recognized as of the actual date of the event.

No level 2 or level 3 inputs were used by the Association during 2023 and 2022.

The Association's measurements of fair value are made on a recurring basis, and their valuation techniques (no changes in 2023 or 2022) for assets and liabilities recorded at fair value are as follows:

Mutual Funds – Valued at the net asset value of shares on the last trading day of the fiscal year, which is the basis of transactions at that date.

U.S. Treasury Bills – Valued at quoted market prices on the last day of the fiscal year.

### ***Property and Equipment***

Acquisitions of \$500 or more are capitalized and stated at cost. Maintenance and repairs that do not improve or extend the lives of property and equipment are charged to expense as incurred. When assets are sold or retired, their cost and related accumulated depreciation are removed from the accounts and any gain or loss is reported in the statements of activities. Depreciation is provided using the straight-line method over the estimated useful lives of the asset; office furniture and equipment are depreciated over three (3) to five (5) years.

## Note 1

(Continued)

### ***Donated Assets and Services***

The Association records noncash donations as contributions at their estimated fair values at the date of donation. The Association recognizes donated services, if significant in amount, that create or enhance nonfinancial assets or that require specialized skills that are provided by individuals possessing those skills and would typically need to be purchased if not provided by donation. For the years ended December 31, 2023 and 2022, there were no donated services. See Note 4 for a description of a promise to give the use of certain assets to the Association.

### ***Public Support and Revenue***

Contributions are reported as increases in net assets with donor restrictions or net assets without donor restrictions depending on the existence and/or nature of any donor restrictions.

Grants and contributions without donor restrictions are recorded as revenue when received or unconditionally pledged. Contributions with donor restrictions are reported as increases in net assets without donor restrictions if the restrictions expire, that is, when a stipulated time restriction ends or purpose restriction is accomplished, in the reporting period in which the revenue is recognized.

Contributions of donated noncash assets are recorded at their fair values in the period received. Contributions of 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, are recorded at their fair values in the period received.

### ***Special Events***

The Association receives revenue from special events. A portion of special events revenue is recognized as a contribution at the time of the ticket purchase. The remainder of special events revenue is recognized when the events take place as the event is the relevant performance obligation.

### ***Functional Expenses***

Directly identifiable expenses are charged to programs and supporting services. Expenses related to more than one function are charged to programs and supporting services on the basis of periodic time and expense studies. Management and general expenses include those expenses that are not directly identifiable with any other specific function but provide for the overall support and direction of the Association.

## Note 1

(Continued)

### ***Income Taxes***

The Association is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Association tax-exempt purpose is subject to taxation as unrelated business income. The Tax Cut and Jobs Act generally provides that a tax-exempt organization's unrelated business taxable income is increased by the amount of qualified transportation fringe benefits provided to employees. Management currently believes that the amount of unrelated business income related to parking offered to employees would be de minimis. In addition, the Association qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(2).

The Association's evaluation at December 31, 2023 revealed no tax positions that would have a material impact on the financial statements. The 2020 through 2022 tax years remain subject to examination by the IRS. The Association does not believe that any reasonably possible changes will occur within the next twelve months that will have a material impact on the financial statements.

### ***Leases***

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which supersedes existing guidance for accounting for leases under Topic 840, Leases. In July 2018, the FASB issued ASU No. 2018-11, which provided entities with an additional transition method. Under the new transition method, an entity initially applies the new standard at the adoption date, versus at the beginning of the earliest period presented, and recognizes a cumulative-effect adjustment to the opening balance of retained earnings in the period of adoption.

The Association applies judgment in determining whether a contract contains a lease and whether a lease is classified as an operating lease or a finance lease. The Association determines the lease term as the non-cancellable term of the lease, which may include options to extend or terminate the lease when it is reasonably certain that the Association will exercise that option. The lease term is used in determining classification between operating lease and finance lease, calculating the lease liability and determining the incremental borrowing rate.

The Association's lease contracts may include extension and termination options. The Association applies judgment in evaluating whether it is reasonably certain to exercise the option to renew or terminate the lease. That is, it considers all relevant factors that create an economic incentive for it to exercise either the renewal or termination. After the commencement date of the lease, the Association reassesses the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise or not to exercise the option to renew or to terminate (e.g., construction of significant leasehold improvements or significant customization to the leased asset).

## Note 1

(Continued)

The Association determines the incremental borrowing rate of each lease by estimating the credit rating of the Association at the time the lease is recognized, referencing market yields corresponding to the credit rating and weighted average life of the lease, and factoring in other lease-specific factors such as assumed collateral.

Upon the execution of new office lease location in June 2023, the Association adopted Topic 842. The recording of the lease resulted in a noncash transaction creating an increase in total assets and liabilities of \$119,801 in June 2023. The amortization of the right-of-use asset is included under occupancy expense in the statements of functional expenses.

### ***New Accounting Standards - Adopted***

The Association has adopted the Current Expected Credit Losses (CECL) accounting standard, as per Accounting Standards Update (ASU) No. 2016-13, "Financial Instruments – Credit Losses (Topic 326)." The standard introduces a new model for estimating credit losses on financial instruments. After a thorough evaluation, management has determined that the impact of adopting the CECL standard on the financial statements is immaterial. The Association has considered factors such as historical loss experience, current economic conditions, and other relevant factors in its credit loss estimation process. As a result, the adoption of the CECL standard has not had a material impact on the Association's financial position, results of operations, or cash flows. The Association will continue to monitor developments related to the CECL standard and will provide updates as necessary in future financial statement disclosures.

## Note 2

### Liquidity and Availability of Financial Assets

The following reflects the Association's financial assets at December 31, 2023 and 2022, respectively, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date. Amounts not available include amounts set aside for long-term investing in the board designated reserve fund that could be drawn upon if the governing board approves that action.

	<u>2023</u>	<u>2022</u>
Financial assets, at year end	\$ 3,187,957	\$ 2,698,911
Less those unavailable for general expenditure within one year due to:		
Board designated reserve fund	<u>(1,728,998)</u>	<u>(1,505,438)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,458,959</u>	<u>\$ 1,193,473</u>

The Association's financial assets have been reduced by amounts not available for general use because of donor imposed restrictions within one year of the balance sheet date. As a part of the Association's liquidity plan, excess cash is invested in the Association's brokerage account to earn a return while not in use.

### Note 3

#### Receivables

Receivables consisted of the following at December 31<sup>st</sup>:

	<u>2023</u>	<u>2022</u>
United Way Affiliates	\$ 47,011	\$ 44,762
Others	<u>177,384</u>	<u>152,001</u>
Total	<u>\$ 224,395</u>	<u>\$ 196,763</u>

### Note 4

#### Promises to Give

The Association entered into a five-year agreement with Baton Rouge General Medical Center (BRGMC) to establish the Association as a provider for BRGMC cancer patients and provide cancer patient resources to cancer patients in the Baton Rouge area, commencing on September 1, 2018. The agreement stipulates that BRGMC shall provide the office space, internet, and phone services at no cost. Management estimated the fair value of the rental agreement to be \$5,690 annually. This amount is recorded as contribution revenue on the statements of activities and as a promise to give asset to be amortized as rent expense over the life of the lease on the statements of financial position. For each of the years ended December 31, 2023 and 2022, rent expense recognized on this leasehold was \$5,700.

### Note 5

#### Investments in Equity Security and Mineral Rights

The Association currently holds a 4.44% interest in the common stock of a nonpublic Association without a readily determinable market value. In accordance with EITF Issue No. 03-1, The Meaning of Other-Than-Temporary Impairment and Its Application to Certain Investments, the stock is carried at its original donated value of \$13,534, plus additional mineral rights of \$20,903, for a total of \$34,437, and is assessed for other than temporary impairment annually. The Association believes that no impairment existed as of December 31, 2023 and 2022. Oil royalties and dividends of \$82,050 and \$74,248 were recognized on the investments for the years ended December 31, 2023 and 2022, respectively, and are recorded as unrestricted support in the statements of activities.

### Note 6

#### Investments in Mutual Funds and U.S. Treasury Bills

Level 1 investments consisted of the following at December 31<sup>st</sup>:

	<u>2023</u>	<u>2022</u>
Mutual funds	\$ 2,301,226	\$ 1,917,814
U.S. Treasury Bills	<u>513,455</u>	<u>-</u>
Total investments at fair value	<u>\$ 2,814,681</u>	<u>\$ 1,917,814</u>

Note 6

(Continued)

Investment income consisted of the following at December 31<sup>st</sup>:

	<u>2023</u>	<u>2022</u>
Interest/dividend income	\$ 41,534	\$ 66,579
Realized gains (losses)	-	-
Unrealized gains (losses)	362,662	(488,382)
Investment fees	<u>-</u>	<u>(95)</u>
Total investment income (loss)	<u>\$ 404,196</u>	<u>\$ (421.898)</u>

The Board has designated investments in the amount of \$1,728,998 and \$1,505,438 at December 31, 2023 and 2022, respectively, as amounts set aside for the purpose of providing an additional funding source for future annual operations.

Note 7

Breastoration Fund

On July 15, 2014, cancer survivors Sandy Keller, Eve Wallinga and Kim Sport created the Breastoration Fund for the purpose of providing assistance to breast cancer patients for breast reconstruction following surgical mastectomies. The fund is maintained under the auspices of the Association, who records the amounts received as a liability. As of December 31, 2023 and 2022, Due to Breastoration was \$273,210 and \$221,727, respectively.

Note 8

Net Assets with Donor Restrictions

For the years ended December 31, 2023 and 2022, net assets with donor restrictions were \$333,303 and \$236,645, respectively, consisted of timing restrictions on receivables from various United Way allocations to support operations and other grants received. These amounts are typically released from donor restrictions for general operations of the Association during the subsequent year.

Net assets with donor restrictions from the following grantors at December 31<sup>st</sup>:

	<u>2023</u>	<u>2022</u>
United Way	\$ 128,658	\$ 47,277
LA Public Health Institute	-	25,000
Baptist Community Ministries	52,615	-
Baton Rouge General Medical Center	125,712	126,502
Emergency Food and Shelter National Board	-	5,821
Ray Brandt	-	2,351
Tulane University	23,668	16,347
Bayer Fund	<u>2,650</u>	<u>13,347</u>
Total	<u>\$ 333,303</u>	<u>\$ 236,645</u>

## Note 9

### Lease Obligations

In March 2023, the Association signed a lease for office space at 201 Evans Road. The lease term is for five years effective June 1, 2023 and expiring November 2028.

Future minimum rental payments are as follows:

<u>Year ending</u> <u>December 31,</u>	<u>Amount</u>
2024	\$ 25,120
2025	25,120
2026	25,322
2027	25,859
2028	<u>23,508</u>
	124,929
Less: Imputed Interest	<u>(15,655)</u>
Total	<u>\$ 109,274</u>

At December 31, 2023, the remaining lease term for the lease is 60 months. The incremental borrowing rate used was 5.5%.

## Note 10

### Defined Contribution Plan

The Association has a defined contribution plan (the Plan) covering all full-time employees. Employees are eligible to participate in the Plan on the January 1<sup>st</sup> following two full years of service. The Association makes discretionary contributions to the Plan each year of 7.5% of participants' gross compensation. Participants are not permitted to make contributions to the Plan. Participants immediately vest 100% in the Association's contributions. Total employer contribution expense for each of the years ended December 31, 2023 and 2022 was \$13,459, and is included in the statements of functional expenses in employee benefits.

## Note 11

### Concentration of Credit Risk

At December 31, 2023 and 2022, the Association maintained checking and money market accounts at various financial institutions. The Federal Deposit Insurance Corporation (FDIC) ensures the accounts up to \$250,000. At December 31, 2022, the Association's cash balance exceeded the FDIC insurance by \$249,352. The Association's cash balance did not exceed FDIC insurance at December 31, 2023. The Association has not experienced any losses in these accounts and management believes they are not exposed to any significant credit risk. The Association maintains cash and investment balances with investment brokerage firms. The Securities Investor Protection Corporation (SIPC) insures accounts at each institution up to \$500,000. The balances of cash and investments held by investment brokerage firms exceeded SIPC insurance by \$1,814,681 and \$1,005,438 at December 31, 2023 and 2022, respectively. The Association has not experienced any losses in these accounts and management believes they are not exposed to any significant credit risk.

Note 11

(Continued)

At December 31, 2023, 83% of the Association's receivables are due from United Way affiliates and three other grantors and approximately 63% of the Association's public support was provided from various United Way affiliates and three other grantors.

At December 31, 2022, 76% of the Association's receivables are due from United Way affiliates and two other grantors and approximately 64% of the Association's public support was provided from various United Way affiliates and four other grantors.

Note 12

Subsequent Events

Management has evaluated subsequent events through the date that the consolidated financial statements were available to be issued, July 2, 2024, and determined there was one event requiring disclosure. In March 2024, the Breastoration will merge into the Association in 2024. No subsequent events occurring after this date have been evaluated for inclusion in these consolidated financial statements.



CANCER ASSOCIATION OF GREATER NEW ORLEANS, INC.  
 COMBINING STATEMENT OF ACTIVITIES AND FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 2023

See Independent Auditors' Report

	PATIENT SERVICES					
	Cancer Association of <u>St. Charles</u> <u>100%</u>	Cancer Association of <u>St. John</u> <u>100%</u>	Baton Rouge <u>Area</u> <u>100%</u>	Cancer Association of South <u>Louisiana</u> <u>100%</u>	Cancer Association of <u>Louisiana</u> <u>100%</u>	<u>Combined</u>
Unrestricted net assets						
Contributions	\$ -	\$ -	\$ -	\$ -	\$ 18,208	\$ 18,208
Combined Federal Campaign	-	-	-	-	9,795	9,795
Other	-	-	-	-	7,862	7,862
Legacies and endowments	-	-	-	-	73,373	73,373
Special events	-	-	-	-	85,804	85,804
Grants	5,000	-	75,000	-	176,545	256,545
United Way designation	-	-	-	-	14,893	14,893
United Way allocation	10,000	4,000	-	12,000	-	38,500
Realized/unrealized gain on investments	-	-	-	-	404,196	404,196
Oil royalties and dividends	-	-	-	-	8,677	8,677
Total unrestricted net assets	<u>\$ 15,000</u>	<u>\$ 4,000</u>	<u>\$ 75,000</u>	<u>\$ 12,000</u>	<u>\$ 799,353</u>	<u>\$ 917,853</u>
Temporarily restricted net assets						
United Way designation and allocation	<u>10,000</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,500</u>
Total net assets	<u>\$ 25,000</u>	<u>\$ 8,000</u>	<u>\$ 75,000</u>	<u>\$ 12,000</u>	<u>\$ 799,353</u>	<u>\$ 944,353</u>
Expenses	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>100%</u>	<u>75%</u>	
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 190,346	\$190,346.00
Printing and publications	-	-	-	-	2,966	2,966
Specific assistance to individuals	9,730	3,285	28,594	4,999	166,357	212,965
Employee benefits	-	-	-	-	15,878	15,878
Professional fees	-	-	-	-	9,375	9,375
Office supplies and other	-	-	-	-	9,160	9,160
Occupancy	-	-	5,700	-	17,880	23,580
Payroll taxes	-	-	-	-	10,519	10,519
Postage and shipping	-	-	-	12	1,422	1,434
Telephone	-	-	-	-	4,435	4,435
Travel and local transportation	-	-	-	-	97	97
Fund raising expense	-	-	-	-	15,325	15,325
Depreciation	-	-	142	-	-	142
Fees	<u>2,400</u>	<u>960</u>	<u>24,000</u>	<u>1,200</u>	<u>316</u>	<u>28,876</u>
Total expenses	<u>12,130</u>	<u>4,245</u>	<u>58,436</u>	<u>6,211</u>	<u>444,076</u>	<u>525,098</u>
Increase (decrease) in net assets	<u>\$ 12,870</u>	<u>\$ 3,755</u>	<u>\$ 16,564</u>	<u>\$ 5,789</u>	<u>\$ 355,277</u>	<u>\$ 419,255</u>

CANCER ASSOCIATION OF GREATER NEW ORLEANS, INC.  
 COMBINING STATEMENT OF ACTIVITIES AND FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 2023

See Independent Auditors' Report

	TOTAL PROGRAM SERVICES					<u>Combined</u>
	<u>Cancer Association of St. Charles</u>	<u>Cancer Association of St. John</u>	<u>Cancer Baton Rouge Area</u>	<u>Cancer Association of South Louisiana</u>	<u>Cancer Association of Louisiana</u>	
Unrestricted net assets						
Contributions	\$ -	\$ -	\$ -	\$ -	\$ 18,208	\$ 18,208
Combined Federal Campaign	-	-	-	-	9,795	9,795
Other	-	-	-	-	7,862	7,862
Legacies and endowments	-	-	-	-	73,373	73,373
Special events	-	-	-	-	85,804	85,804
Grants	5,000	-	75,000	-	176,545	256,545
United Way designation	-	-	-	-	14,893	14,893
United Way allocation	10,000	4,000	-	12,000	-	38,500
Realized/unrealized gain on investments	-	-	-	-	404,196	404,196
Oil royalties and dividends	-	-	-	-	8,677	8,677
Total unrestricted net assets	<u>\$ 15,000</u>	<u>\$ 4,000</u>	<u>\$ 75,000</u>	<u>\$ 12,000</u>	<u>\$ 799,353</u>	<u>\$ 917,853</u>
Temporarily restricted net assets						
United Way designation and allocation	<u>10,000</u>	<u>4,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,500</u>
Total net assets	<u>\$ 25,000</u>	<u>\$ 8,000</u>	<u>\$ 75,000</u>	<u>\$ 12,000</u>	<u>\$ 799,353</u>	<u>\$ 944,353</u>
Expenses						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 190,346	\$ 190,346
Printing and publications	-	-	-	-	2,966	2,966
Specific assistance to individuals	9,730	3,285	28,594	4,999	166,357	212,965
Employee benefits	-	-	-	-	15,878	15,878
Professional fees	-	-	-	-	9,375	9,375
Office supplies and other	-	-	-	-	9,160	9,160
Occupancy	-	-	5,700	-	17,880	23,580
Payroll taxes	-	-	-	-	10,519	10,519
Postage and shipping	-	-	-	12	1,422	1,434
Telephone	-	-	-	-	4,435	4,435
Travel and local transportation	-	-	-	-	97	97
Fund raising expense	-	-	-	-	15,325	15,325
Depreciation	-	-	142	-	-	142
Fees	<u>2,400</u>	<u>960</u>	<u>24,000</u>	<u>1,200</u>	<u>316</u>	<u>28,876</u>
Total expenses	<u>12,130</u>	<u>4,245</u>	<u>58,436</u>	<u>6,211</u>	<u>444,076</u>	<u>525,098</u>
Increase in net assets	<u>\$ 12,870</u>	<u>\$ 3,755</u>	<u>\$ 16,564</u>	<u>\$ 5,789</u>	<u>\$ 355,277</u>	<u>\$ 419,255</u>

CANCER ASSOCIATION OF GREATER NEW ORLEANS, INC.  
 COMBINING STATEMENT OF ACTIVITIES AND FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 2023

See Independent Auditors' Report

SUPPORT SERVICES					
	Cancer Association of <u>St. Charles</u>	Cancer Association of <u>St. John</u>	Cancer Association of South <u>Louisiana</u>	Cancer Association of <u>Louisiana</u>	<u>Combined</u>
Unrestricted net assets					
Contributions	\$ -	\$ -	\$ -	\$ -	\$ -
Combined Federal Campaign	-	-	-	-	-
Other	-	-	-	41,236	41,236
Legacies and endowments	-	-	-	-	-
Special events	-	-	-	-	-
Grants	-	-	-	-	-
United Way designation	-	-	-	-	-
United Way allocation	-	-	-	22,500	22,500
Realized/unrealized gain on investments	-	-	-	-	-
Oil royalties and dividends	-	-	-	-	-
Total unrestricted net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 63,736</u>	<u>\$ 63,736</u>
Temporarily restricted net assets					
United Way designation and allocation	-	-	-	22,500	22,500
Total net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 86,236</u>	<u>\$ 86,236</u>
Expenses				<u>25%</u>	
Salaries	\$ -	\$ -	\$ -	\$ 63,449.00	\$ 63,449
Printing and publications	-	-	-	-	-
Specific assistance to individuals	-	-	-	-	-
Employee benefits	-	-	-	5,293	5,293
Professional fees	-	-	-	3,125	3,125
Office supplies and other	-	-	-	3,053	3,053
Occupancy	-	-	-	6,326	6,326
Payroll taxes	-	-	-	3,506	3,506
Postage and shipping	-	-	-	474	474
Telephone	-	-	-	1,478	1,478
Travel and local transportation	-	-	-	32	32
Fund raising expense	-	-	-	5,108	5,108
Depreciation	-	-	-	-	-
Fees	-	-	-	106	106
Total expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>91,950</u>	<u>91,950</u>
Decrease in net assets	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (5,714)</u>	<u>\$ (5,714)</u>

CANCER ASSOCIATION OF GREATER NEW ORLEANS, INC.  
 COMBINING STATEMENT OF ACTIVITIES AND FUNCTIONAL EXPENSES  
 FOR THE YEAR ENDED DECEMBER 31, 2023

See Independent Auditors' Report

	TOTAL SERVICES					
	Cancer Association of St. Charles	Cancer Association of St. John	Cancer Association of South Louisiana	Baton Rouge Area	Cancer Association of Louisiana	Combined
Unrestricted net assets						
Contributions	\$ -	\$ -	\$ -	\$ -	\$ 18,207	\$ 18,207
Combined Federal Campaign	-	-	-	-	9,795	9,795
Other	-	-	-	-	49,098	49,098
Legacies and endowments	-	-	-	-	73,373	73,373
Special events	-	-	-	-	85,804	85,804
Grants	5,000	-	-	75,000	176,545	256,545
United Way designation	-	-	-	-	14,893	14,893
United Way allocation	10,000	4,000	12,000	12,500	22,500	61,000
Realized/unrealized gain on investments	-	-	-	-	404,196	404,196
Oil royalties and dividends	-	-	-	-	8,677	8,677
Total unrestricted net assets	\$ 15,000	\$ 4,000	\$ 12,000	\$ 87,500	\$ 863,089	\$ 981,588
Temporarily restricted net assets						
United Way designation and allocation	10,000	4,000	-	12,500	22,500	49,000
Total net assets	\$ 10,000	\$ 4,000	\$ -	\$ 12,500	\$ 22,500	\$ 49,000
	\$ 25,000	\$ 8,000	\$ 12,000	\$ 100,000	\$ 885,589	\$ 1,030,588
Expenses						
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 253,795	\$ 253,795
Printing and publications	-	-	-	-	2,966	2,966
Specific assistance to individuals	9,730	3,285	4,999	28,594	166,357	212,965
Employee benefits	-	-	-	-	21,171	21,171
Professional fees	-	-	-	-	12,500	12,500
Office supplies and other	-	-	-	-	12,214	12,214
Occupancy	-	-	-	5,700	24,206	29,906
Payroll taxes	-	-	-	-	14,026	14,026
Postage and shipping	-	-	12	-	1,897	1,909
Telephone, Telecommunications, IT expenses	-	-	-	-	5,913	5,913
Travel and local transportation	-	-	-	-	129	129
Fund raising expense	-	-	-	-	20,433	20,433
Depreciation	-	-	-	142	-	142
Fees	2,400	960	1,200	24,000	420	28,980
Total expenses	12,130	4,245	6,211	58,436	536,028	617,049
Increase in net assets	\$ 12,870	\$ 3,755	\$ 5,789	\$ 41,564	\$ 349,561	\$ 413,539

CANCER ASSOCIATION OF GREATER NEW ORLEANS, INC.  
(a segment of the Cancer Association of Greater New Orleans, Inc. includes Washington and Tangipahoa parishes)  
**UNITED WAY BUDGET FORM 3**  
for the period from July 1, 2022 through June 30, 2023

See Independent Auditors' Report

	Agency Total	Supporting Services Management and General	Total Program Services	Program Services	
				Education (See Note Below)	Patient Services
Revenue:					
4200 Board Generated Self Support	\$ 336,070	\$ -	\$ 336,070	\$ -	\$ 336,070
4201 Client Generated Self Support	-	-	-	-	-
6700 Other Revenue	321,299	321,299	-	-	-
	<u>657,369</u>	<u>321,299</u>	<u>336,070</u>	<u>-</u>	<u>336,070</u>
4702 UNITED WAY Designation	65,347	-	65,347	-	65,347
4703 CFC Designation	5,234	-	5,234	-	5,234
4704 Other United Way Funding	7,089	-	7,089	-	7,089
	<u>735,039</u>	<u>321,299</u>	<u>413,740</u>	<u>-</u>	<u>413,740</u>
4701 UNITED WAY Allocation	50,000	-	50,000	-	50,000
	<u>785,039</u>	<u>321,299</u>	<u>463,740</u>	<u>-</u>	<u>463,740</u>
7000 Salaries	244,108	61,027	183,081	-	183,081
7100 Benefits	20,256	5,064	15,192	-	15,192
7200 Taxes	13,429	3,357	10,072	-	10,072
8400 Occupancy Expense	25,465	6,366	19,099	-	19,099
8700 Travel and Transportation Expense	541	135	406	-	406
8100 Office Supplies	1,597	399	1,198	-	1,198
8600 Printing	1,135	284	851	-	851
8900 Direct Assistance to Individuals	142,655	-	142,655	-	142,655
9400 Other	78,108	19,527	58,581	-	58,581
9402 Board Generated Self Support	53,139	13,285	39,854	-	39,854
Grand Total Expenses	<u>580,433</u>	<u>109,444</u>	<u>470,989</u>	<u>-</u>	<u>470,989</u>
Net Difference	<u>\$ 204,606</u>	<u>\$ 211,855</u>	<u>\$ (7,249)</u>	<u>\$ -</u>	<u>\$ (7,249)</u>

Expense Analysis:

Total Direct Program Expenses	\$	-	\$	470,989
Percent of Total Program Expenses		0%		100%
Distribution of M&G Expenses	\$	-	\$	109,444
Grand Total Program Expenses	\$	-	\$	580,433
Actual Unduplicated People Served				1,285
Cost per Person	\$	-	\$	452

Note: No Education services because there have been no requests after COVID-19 restrictions lifted and no grants allocated for education.