



Accessia Health and Affiliates

Independent Auditor's Report and Consolidated Financial Statements

March 31, 2024



Contents

Independent Auditor’s Report..... 1

Consolidated Financial Statements

 Statement of Financial Position..... 3

 Statement of Activities..... 4

 Statement of Functional Expenses 5

 Statement of Cash Flows 6

 Notes to Financial Statements 7

Independent Auditor's Report

Board of Directors
Accessia Health and Affiliates
Midlothian, Virginia

Opinion

We have audited the consolidated financial statements of Accessia Health and Affiliates, which comprise the consolidated statement of financial position as of March 31, 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 accompanying consolidated financial statements present fairly, in all material respects, the financial position of Accessia Health and Affiliates as of March 31, 2024, and the results of their operations and their 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 Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are required to be independent of Accessia Health and Affiliates 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 Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the 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 Accessia Health and Affiliates' 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 Consolidated 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 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 consolidated 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 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 Accessia Health and Affiliates' 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, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Accessia Health and Affiliates' 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.

Forvis Mazars, LLP

Richmond, Virginia
January 24, 2025

Accessia Health and Affiliates
Consolidated Statement of Financial Position
March 31, 2024

ASSETS

Current Assets

Cash and cash equivalents	\$ 25,887,756
Contributions and contract fees receivable	1,043,163
Other prepaid expenses	106,092
Total current assets	27,037,011

PROPERTY AND EQUIPMENT

Land	291,100
Buildings	2,612,430
Furniture and equipment	294,288
	3,197,818
Accumulated depreciation	(1,551,217)
Total property and equipment	1,646,601

OTHER ASSETS

Life insurance annuities	1,535,096
Investments	65,134,311
Right of use assets, operating leases	115,315
Deposits	2,000
Total other assets	66,786,722
Total assets	\$ 95,470,334

LIABILITIES AND NET ASSETS

Current Liabilities

Accounts payable	\$ 91,691
Accrued expenses	400,274
Short-term operating lease liabilities	44,783
Total current liabilities	536,748

Non-Current Liabilities

Long-term operating lease liabilities	72,485
Death benefit payable	327,316
Total liabilities	936,549

NET ASSETS

Without donor restrictions	28,562,447
With donor restrictions	65,971,338
Total net assets	94,533,785
Total liabilities and net assets	\$ 95,470,334

Accessia Health and Affiliates
Consolidated Statement of Activities
Year Ended March 31, 2024

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues and Other Support			
Contributions	\$ 2,715,335	\$ 23,554,137	\$ 26,269,472
Fees for contracted services	107,998	441,046	549,044
Interest income	2,098,271	-	2,098,271
Employee Retention Credit	824,998	-	824,998
Miscellaneous income	53,797	-	53,797
	<u>5,800,399</u>	<u>23,995,183</u>	<u>29,795,582</u>
Net Assets Released from Restrictions	<u>23,655,730</u>	<u>(23,655,730)</u>	<u>-</u>
Total Revenues and Other Support	<u>29,456,129</u>	<u>339,453</u>	<u>29,795,582</u>
Expenses and Losses			
Program services	19,218,158	-	19,218,158
Fund-raising	1,093,074	-	1,093,074
Management and general	2,214,244	-	2,214,244
	<u>22,525,476</u>	<u>-</u>	<u>22,525,476</u>
Total operating activities	<u>6,930,653</u>	<u>339,453</u>	<u>7,270,106</u>
Nonoperating Activities			
Other expense			
Uncollectible pledge (expense) recovery	(542,350)	977,966	435,616
Gain on investments and life insurance annuities	1,383,877	-	1,383,877
	<u>841,527</u>	<u>977,966</u>	<u>1,819,493</u>
Change in Net Assets	<u>7,772,180</u>	<u>1,317,419</u>	<u>9,089,599</u>
Net Assets, Beginning of Year	<u>20,790,267</u>	<u>64,653,919</u>	<u>85,444,186</u>
Net Assets, End of Year	<u>\$ 28,562,447</u>	<u>\$ 65,971,338</u>	<u>\$ 94,533,785</u>

Accessia Health and Affiliates
Consolidated Statement of Functional Expenses
Year Ended March 31, 2024

	Program Services	Fund- Raising	Management and General	Total
Direct Expenses				
Direct payment assistance	\$ 15,927,412	\$ -	\$ -	\$ 15,927,412
Indirect Expenses				
Advertising	-	63,464	724	64,188
Bank fees	-	-	560	560
Computer network	336,953	36,261	137,997	511,211
Conferences and travel	90,049	42,381	36,216	168,646
Continuing education	-	99	529	628
Depreciation	45,282	5,283	24,905	75,470
Dues and subscriptions	1,197	14,742	76,541	92,480
Gifts and incentives	99	92	8,196	8,387
Insurance	40,904	4,772	22,883	68,559
Legal and accounting	117,061	904	465,272	583,237
Meals	3,657	3,803	6,730	14,190
Occupancy	74,112	8,646	40,762	123,520
Office expense	39,632	4,038	20,257	63,927
Patient representation	1,087	-	-	1,087
Penalties	-	-	(15,000)	(15,000)
Registration fees	7,836	-	120	7,956
Salaries and benefits	2,002,930	493,663	876,888	3,373,481
Subcontractors	414,083	413,026	508,604	1,335,713
Taxes and licenses	12,231	-	1,661	13,892
Telecommunications	103,633	1,900	399	105,932
Total indirect expenses	3,290,746	1,093,074	2,214,244	6,598,064
Total expenses and losses	\$ 19,218,158	\$ 1,093,074	\$ 2,214,244	\$ 22,525,476

Accessia Health and Affiliates
Consolidated Statement of Cash Flows
Year Ended March 31, 2024

Cash Flows from Operating Activities

Change in net assets	\$ 9,089,599
Adjustments to reconcile change in net assets to net cash provided by operating activities	
Bad debt expense	(435,616)
Depreciation expense	75,470
Gain on life insurance annuities	(184,511)
Gain on investments	(1,230,303)
Noncash operating lease expense	48,504
Changes in assets and liabilities	
Contributions and contract fees receivable	10,029,959
Other prepaid expenses	(2,861)
Death benefit payable	(6,914)
Accounts payable	(251,066)
Accrued expenses	(89,720)
Operating lease liabilities	(47,661)
Net cash provided by operating activities	16,994,880

Cash Flows from Investing Activities

Proceeds from the sale of investments	72,175
Purchase of investments	(56,443,379)
Net cash used in investing activities	(56,371,204)

Net Decrease in Cash and Cash Equivalents	(39,376,324)
--	---------------------

Cash and Cash Equivalents, Beginning of Year	65,264,080
---	-------------------

Cash and Cash Equivalents, Ending of Year	\$ 25,887,756
--	----------------------

Note 1. Nature of Operations and Significant Accounting Policies

Accessia Health (formerly known as Patient Services Inc.) is a national non-profit organization based in Midlothian, Virginia. Accessia Health provides financial support, insurance case management, and legal assistance to patients and families effected by Alpha 1 Antitrypsin Deficiency, Chronic Myelogenous Leukemia, Circadian Rhythm Disorders, Fabry, Gastrointestinal Stromal Tumors, Gaucher Disease, Hereditary Angioedema, Hypoparathyroidism, Inherited and Acquired Factor Deficiencies, Inherited Retinal Diseases, Kidney Stones (includes Cystinuria), Lambert-Eaton Myasthenic Syndrome, Lysosomal Acid Lipase Deficiency (LAL), Mucopolysaccharidosis Type 1, Multifocal Motor Neuropathy, Pompe, Primary Immune Deficiency Diseases, Pseudobulbar Affect, Pulmonary Fibrosis and Sickle Cell Disease. In addition to the funded programs listed above, the following unfunded programs are available Acromegaly, Acute Lymphoblastic Leukemia, Alzheimer's, Amyotrophic Lateral Sclerosis, Asthma, Autoimmune Disorders, Basal and Squamous Cell Skin Cancer, B-Cell Lymphoma, Behavioral Health, Beta Thalassemia, Breast Cancer, Chronic Obstructive Pulmonary Disease, Diabetes, Duchenne Muscular Dystrophy, Epilepsy, Fibrodysplasia Ossificans Progressiva, Gastrointestinal Cancers, Guillain-Barre Syndrome, Hepatitis C, Huntington's Disease, Immune Thrombocytopenic Purpura, Inflammatory Bowel Disease, Lung Cancer, Metachromatic Leukodystrophy, Mucopolysaccharidosis Type VII, Multiple Myeloma, Multiple Sclerosis, Myasthenia Gravis, Neuromyelitis Optica Disorder, Pancreatic Cancer, Parkinson's, Plasminogen Deficiency, Progressive Familial Intrahepatic Cholestasis, Prostate Cancer, Pulmonary Hypertension, Schizophrenia & Schizoaffective Disorders, Screening and Diagnostics, Spinal Muscular Atrophy, Thrombotic Thrombocytopenic Purpura, and Urea Cycle Disorder.

Accessia Health formed Accessia, Inc. ("Accessia"), as a wholly-owned taxable subsidiary, with its primary office located in Virginia. Accessia was established as a Virginia stock corporation on April 25, 2012. Its purpose is to provide certain services to third parties in connection with the administration of patient assistant programs. Accessia is structured to comply, and operated in compliance with, relevant provisions of the Social Security Act, including the maintenance of an "ethical wall" between Accessia Health and Accessia designed to ensure Accessia Health's independence in the operation of its patient assistance programs. During 2015, the Board of Directors decided to suspend operations of Accessia. As of March 31, 2024, Accessia operations remain suspended.

Accessia Health Foundation (formerly known as P.S.I. Foundation) (the Foundation) is organized and operates as a supporting organization, described in section 509(a)(3) of the Internal Revenue Code by conducting and supporting activities that carry out the charitable, educational, and scientific purposes of Accessia Health, as described in sections 170(b)(1)(A)(vi), 501(c)(3) and 509(a)(1) of the Internal Revenue Code, without limiting or expanding the foregoing. The purpose of the Foundation is to promote the development of public and private support for, and to acquire, manage, invest, and administer assets in support of Accessia Health's mission to provide case management, patient services, and financial assistance to people living with rare or chronic diseases and disabilities. Accessia Health has both control and an economic interest in Accessia Health Foundation. As a result, the consolidated financial statements include all assets, liabilities, revenue and expenses of Accessia Health Foundation as required under U.S. GAAP.

Note 2. Summary of Significant Accounting Policies

Principles of Consolidation

The accompanying consolidated financial statements include the accounts of Accessia Health, Accessia, and Accessia Health Foundation (collectively, the "Organization"). All significant intercompany accounts and transactions have been eliminated in consolidation.

Use of Estimates

The preparation of consolidated financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates and assumptions.

Consolidated Financial Statement Presentation

The consolidated financial statements have been prepared in accordance with accounting principles generally accepted in the United States ("GAAP"), under the accrual basis of accounting. The accrual basis of accounting records revenue in the period in which earned rather than when received and records expenses in the period in which incurred rather than when paid. The Organization is required to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions and net assets with donor restrictions.

Accordingly, the net assets and revenues of the Organization are classified and reported as follows:

Net assets without donor restrictions

Net assets which are not subject to donor-imposed restrictions. Included in net assets without donor restrictions is \$4,481,164 which has been restricted by the board of directors as a fund that can be used to supplement other programs.

Net assets with donor restrictions

Net assets which are stipulated by donors for specific purposes, use restrictions, or are restricted in perpetuity. As of March 31, 2024, total net assets with donor restrictions are restricted by donors for program purposes and are not restricted by time for administrative purposes.

Cash and Cash Equivalents

For purposes of reporting cash flows, the Organization considers demand deposits and all highly liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

Investments

Investments are reported at fair value in the consolidated statement of financial position. Donated stocks and other securities are recorded at fair value as of the date received. Interest, dividends, and realized and unrealized gains and losses are reflected in the consolidated statement of activities.

Promises to Give

Contributions are promises to give to the Organization that are, in substance, unconditional. Donor-restricted contributions are reported as increases in net assets with donor restrictions depending on the nature of the restrictions. When a restriction expires or is otherwise satisfied, net assets with donor restrictions are reclassified to net assets without donor restrictions.

Property and Equipment

Property and equipment are recorded at cost if purchased or fair value if contributed. Depreciation is computed using the straight-line method for all asset classes over estimated useful lives as follows:

Furniture and equipment	5 - 15 years
Buildings	7 - 39 years

New acquisitions of property and equipment having a cost of less than \$2,500, or which are not expected to last for more than a year, are expensed in the year of acquisition.

In accordance with GAAP, management reviews the recorded value of the property for impairment whenever events or changes in circumstances indicate the carrying value may not be recoverable.

Contributions and Contract Fees

Contributions are recognized as revenue when received and are unconditional contributions. They are recognized at fair value and are classified in the appropriate net asset class based on donor stipulation.

Fees for contracted services are recorded in the year the grant is made and are considered unconditional contributions to support the Organization's operations and not an exchange transaction. They are recognized at fair value and are classified in the appropriate net asset class based on donor stipulation.

All donor-restricted support is reported as an increase in net assets with donor restrictions. When a restriction expires, either by action or the passage of time, amounts are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Contract Fees Receivable

Contract fees receivable consist primarily of amounts due from the contributing donors. Receivables are recorded at the net realizable value, which approximates their fair value, and reported net of allowance for doubtful accounts. Management reviews receivables on a regular basis and accounts are written-off once deemed uncollectible. The allowance for doubtful accounts balance was \$0 at March 31, 2024.

Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the consolidated statement of activities. Accordingly, certain costs have been allocated among the programs and supporting services based on recording organizational expenses in department categories that align with these functions. Direct program expenses represent payments for health care services such as copayments and premiums made to or on behalf of patients. Indirect program expenses include the work of patient service representatives, and associated costs most directly involved with delivering financial assistance and support services to patients. Fundraising expenses include the work of the Development team. Management, General, and Administrative expenses reflect a variety of business functions including Information Technology, Finance, Human Resources, Advocacy, and Executive Management.

Income Taxes

Accessia Health is exempt from paying income taxes under Internal Revenue Code Section 501(c)(3) and is an organization that is not a private foundation under Section 509(A)(1). Accessia was formed as a C corporation during 2012. Due to its lack of activity during 2024, no provision or liability for income taxes has been included in the accompanying consolidated financial statements. Accessia Health Foundation is exempt from paying income taxes under Internal Revenue Code Section 501(c)(3).

Management has evaluated the effect of accounting guidance surrounding uncertain income tax positions and concluded that the Organization has no significant financial statement exposure to uncertain tax provisions at March 31, 2024. The Organization is not currently under audit by any tax jurisdiction.

Leases

The Organization determines if an arrangement is a lease or contains a lease at inception. Leases result in the recognition of Right-of-Use (ROU) assets and lease liabilities on the statement of financial position. ROU assets represent the right to use an underlying asset for the lease term, and lease liabilities represent the obligation to make lease payments arising from the lease, measured on a discounted basis. The Organization determines lease classification as operating or finance at the lease commencement date.

At lease inception, the lease liability is measured at the present value of the lease payments over the lease term. The ROU asset equals the lease liability adjusted for any initial direct costs, prepaid or deferred rent, and lease incentives. The Organization combines lease and nonlease components, such as common area and other maintenance costs, in calculating the ROU assets and lease liabilities for its office buildings and equipment.

The Organization uses the implicit rate when readily determinable. If the lease does not provide an implicit rate, the Organization has made a policy election to use a risk-free rate (the rate of a zero-coupon U.S. Treasury instrument) for the initial and subsequent measurement of all lease liabilities. The risk-free rate is determined using a period comparable with the lease term.

The lease term may include options to extend or to terminate the lease that the Organization is reasonably certain to exercise. Lease expense is generally recognized on a straight-line basis over the lease term.

The Organization has elected not to record leases with an initial term of 12 months or less on the statement of financial position. Lease expense on such leases is recognized on a straight-line basis over the lease term.

Advertising

Advertising costs are expensed as incurred and are included in functional expenses in the accompanying consolidated statement of activities.

Subsequent Events

In preparing these consolidated financial statements, the Organization has evaluated events and transactions for potential recognition or disclosure through January 24, 2025, the date the financial statements were available to be issued.

Note 3. Fair Value Measurements of Assets

The Organization has adopted Financial Accounting Standards Board (“FASB”) guidance on fair value measurements. The provisions of the guidance provide a framework for measuring fair value under GAAP and defines fair value as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. This guidance also establishes a fair value hierarchy which prioritizes the valuation inputs into three broad levels. Based on the underlying inputs, each fair value measurement in its entirety is reported in one of three levels.

The Organization’s assets recorded at fair value on a recurring basis are categorized based on the priority of the inputs used to measure fair value. The inputs used in measuring fair value are categorized into three levels, as follows:

- Level 1** Inputs that are based upon quoted prices for identical instruments traded in active markets.
- Level 2** Inputs that are based upon quoted prices for similar instruments in active markets, quoted prices for identical or similar investments in markets that are not active, or models based on valuation techniques for which all significant assumptions are observable in the market or can be corroborated by observable market data for substantially the full term of the investment.
- Level 3** Inputs that are generally unobservable and typically reflect management’s estimates of assumptions that market participants would use in pricing the asset or liability. The fair values are therefore determined using model-based techniques that include option pricing models, discounted cash flows models, and similar techniques.

The asset’s fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs. The following is a description of the valuation methodologies used for assets measured at fair value.

Stocks, Mutual Funds, and Money Market Funds

Valued at the closing price as reported on the active market on which the individual securities are traded.

Bonds

Corporate bonds are valued at the closing price reported on the active markets on which the individual securities are traded. U.S. government agency bonds are also valued at the closing price reported on the active markets on which the individual securities are traded; however, a portion of interest income is allocated to be a recovery of principal, marking down the value of the individual security.

Annuity Contracts

Valued based on summation of values assigned to underlying investments in equity and fixed income securities, most of which are traded on an active market.

Accessia Health and Affiliates
Notes to Consolidated Financial Statements
March 31, 2024

The following table summarizes the valuation of the Organization's financial assets measured at fair value on a recurring basis at March 31, 2024, based on the level of input utilized to measure fair value:

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Investments				
Stocks	\$ 228,553	\$ -	\$ -	\$ 228,553
U.S. Treasury Bills	51,566,178	-	-	51,566,178
Corporate Bonds	758,572	-	-	758,572
Mutual Funds	3,674,810	-	-	3,674,810
Money Market Funds	8,906,198	-	-	8,906,198
Annuity Contracts	-	-	1,535,096	1,535,096
Total assets at fair value	<u>\$ 65,134,311</u>	<u>\$ -</u>	<u>\$ 1,535,096</u>	<u>\$ 66,669,407</u>

Inputs used to estimate the value of Level 3 assets (annuity contracts) include third-party pricing sources. The value is reflective of surrender charges and interest adjustments as specified in the annuity contract. At March 31, 2024, there were no unfunded commitments or redemption restrictions on the Organization's Level 3 assets.

The preceding methods described may produce a fair value calculation that may not be indicative of net realizable value or reflective of future values. Furthermore, although the Organization believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

Note 4. Leases

The Organization has entered into various leases for office space and office equipment that originally ranged in duration from three to five years. Operating lease expense was \$51,389 for the year ended March 31, 2024.

Other Information	
Operating cash flows from operating leases	\$ 50,545
Weighted-average remaining lease term	
in years for operating leases	2.88
Weighted-average discount rate for operating leases	2.10%

Future minimum lease payments at March 31, 2024 were:

2025	\$ 46,763
2026	34,125
2027	33,907
2028	<u>6,143</u>
Total future undiscounted lease payments	120,938
Imputed interest	<u>(3,670)</u>
	<u>\$ 117,268</u>

Note 5. Fund-Raising Expenditures

The Organization solicits funds from organizations and individuals within the chronic illness community. Contributions are solicited through attending conferences, direct contract, literature mailings and other methods. Fund-raising expenditures totaled \$1,096,258 in for the year ended March 31, 2024.

Note 6. Retirement Plan

The Organization sponsors a qualified defined contribution plan under section 401(k) of the Internal Revenue Code, which covers eligible full-time employees after six months of continuous service. Voluntary contributions made by Accessia Health are determined annually. Retirement expense was \$80,134 for the year ended March 31, 2024.

Note 7. Concentrations

The Organization maintains multiple bank accounts at two banks located in the United States. The Federal Deposit Insurance Corporation (FDIC) provides insurance coverage for up to \$250,000 for substantially all depository account. At March 31, 2024, the Organization had deposits in excess of the amount insured by the Federal Deposit Insurance Organization (FDIC) totaling \$20,673,382.

The Organization maintains investments through three financial institutions. The Securities Investor Protection Corporation (SIPC) insures deposits up to \$500,000. Investments as of March 31, 2024, exceeded the insured limits by \$63,134,311.

For the year ended March 31, 2024, contributions from three donors comprised approximately 91% of total contributions. In addition, 93% of contributions and contract fees receivable are due from three donors as of March 31, 2024.

Note 8. Liquidity and Availability of Financial Assets

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the consolidated statements of financial position date, comprise the following at March 31, 2024:

Cash and cash equivalents	\$ 25,887,756
Investments	65,134,311
Contributions and contract fees receivables, net	<u>1,043,163</u>
Total	92,065,230
Board designated net assets	4,481,164
Net assets with donor restrictions	<u>65,971,338</u>
Total financial assets available within one year after net assets with donor restrictions	<u>\$ 21,612,728</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as its general expenditures become due. In addition, the Organization invests excess cash in investments and money market funds. The Organization takes a conservative approach to liquidity management to ensure funding availability to meet patient assistance needs, which can vary significantly month to month throughout the year.

Accessia Health and Affiliates
Notes to Consolidated Financial Statements
March 31, 2024

As of March 31, 2024, the Organization has \$4,481,164 in board designated net assets that, with the approval of the Board of Directors, could be made available for operations.

Note 9. Death Benefit Payable

In 2012, the Organization established an Executive Death Benefit Plan for a former president of the Organization (the Participant). The plan was subsequently modified in 2018, which provided that upon death of the Participant, the Participant's Beneficiary shall be entitled to a death benefit payable out of the Organization's general assets equal to \$1,000,000. The present value of the future liability was determined using the remaining life expectancy of the Participant and the federal bank prime loan rate of 8.50% at March 31, 2024 as the discount rate. A decrease of the death benefit payable of \$6,914 was recorded in 2024 to reflect the present value of the death benefit payable of \$327,316 at March 31, 2024.