

**MICHIGAN INSTITUTE OF UROLOGY
MEN'S HEALTH FOUNDATION**

FINANCIAL STATEMENTS

AUGUST 31, 2022

**BOISVENU & COMPANY, P.C.
Certified Public Accountants
Bingham Farms, Michigan**

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of
Michigan Institute of Urology
Men's Health Foundation

Opinion

We have audited the accompanying financial statements of Michigan Institute of Urology Men's Health Foundation (a nonprofit organization), which comprise the statement of financial position as of August 31, 2022, 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 Michigan Institute of Urology Men's Health Foundation as of August 31, 2022, 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 Michigan Institute of Urology Men's Health Foundation 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 Michigan Institute of Urology Men's Health Foundation'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 Michigan Institute of Urology Men's Health Foundation'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 Michigan Institute of Urology Men's Health Foundation'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.

Report on Summarized Comparative Information

We have previously audited Michigan Institute of Urology Men's Health Foundation's August 31, 2021 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated July 11, 2022. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2021, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Boisvenue & Company, P.C.

May 19, 2023

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF FINANCIAL POSITION

AUGUST 31, 2022, WITH COMPARATIVE TOTALS FOR 2021

	Without Donor Restrictions	With Donor Restrictions	Total 2022	Total 2021
ASSETS				
Current Assets				
Cash	\$ 115,843	\$ 74,355	\$ 190,198	\$ 166,435
Prepaid expenses	<u>29,612</u>	<u>-</u>	<u>29,612</u>	<u>10,828</u>
Total Current Assets	<u>145,455</u>	<u>74,355</u>	<u>219,810</u>	<u>177,263</u>
Non-current Assets				
Equipment - net	<u>-</u>	<u>-</u>	<u>-</u>	<u>336</u>
Total Non-current Assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>336</u>
TOTAL ASSETS	<u>\$ 145,455</u>	<u>\$ 74,355</u>	<u>\$ 219,810</u>	<u>\$ 177,599</u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable	\$ 2,800	\$ -	\$ 2,800	\$ -
Accrued payroll	<u>2,083</u>	<u>-</u>	<u>2,083</u>	<u>2,083</u>
Total Liabilities	<u>4,883</u>	<u>-</u>	<u>4,883</u>	<u>2,083</u>
Net Assets				
Without Donor Restrictions	140,572	-	140,572	134,367
With Donor Restrictions	<u>-</u>	<u>74,355</u>	<u>74,355</u>	<u>41,149</u>
Total Net Assets	<u>140,572</u>	<u>74,355</u>	<u>214,927</u>	<u>175,516</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 145,455</u>	<u>\$ 74,355</u>	<u>\$ 219,810</u>	<u>\$ 177,599</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF ACTIVITIES

YEAR ENDED AUGUST 31, 2022, WITH COMPARATIVE TOTALS FOR 2021

	Without Donor	With Donor	Total	
	Restrictions	Restrictions	2022	2021
REVENUE AND SUPPORT				
Contributions and other support	\$ 17,636	\$ 5,000	\$ 22,636	\$ 17,749
Sponsorships	-	196,281	196,281	115,363
Contributions of non-financial assets	294,024	-	294,024	594,509
Other income and special events - net	60,385	-	60,385	49,810
	<u>372,045</u>	<u>201,281</u>	<u>573,326</u>	<u>777,431</u>
Net assets released from restrictions	<u>168,075</u>	<u>(168,075)</u>	<u>-</u>	<u>-</u>
TOTAL REVENUE AND SUPPORT	<u>540,120</u>	<u>33,206</u>	<u>573,326</u>	<u>777,431</u>
EXPENSES				
Program services	507,189	-	507,189	735,912
Management and general	13,363	-	13,363	14,024
Fund raising	13,363	-	13,363	14,024
TOTAL EXPENSES	<u>533,915</u>	<u>-</u>	<u>533,915</u>	<u>763,960</u>
CHANGE IN NET ASSETS	6,205	33,206	39,411	13,471
NET ASSETS, beginning of year	<u>134,367</u>	<u>41,149</u>	<u>175,516</u>	<u>162,045</u>
NET ASSETS, end of year	<u>\$ 140,572</u>	<u>\$ 74,355</u>	<u>\$ 214,927</u>	<u>\$ 175,516</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES

YEAR ENDED AUGUST 31, 2022, WITH COMPARATIVE TOTALS FOR 2021

	Program Services	Management and General	Fund Raising	Total 2022	Total 2021
Salaries	\$ 40,000	\$ 5,000	\$ 5,000	\$ 50,000	\$ 50,000
Payroll taxes	3,060	383	382	3,825	3,825
Outside services	15,597	6,006	6,007	27,610	31,170
Occupancy	4,197	525	525	5,247	3,500
Insurance	2,272	284	284	2,840	2,565
Office supplies	3,953	493	494	4,940	8,130
Telephone	353	44	44	441	450
Printing and postage	-	-	-	-	216
Program activities and materials	126,958	-	-	126,958	56,518
Advertising	3,942	493	493	4,928	3,290
Meetings	809	101	101	1,011	616
Grants and other assistance	11,755	-	-	11,755	8,787
In-kind costs	294,024	-	-	294,024	594,509
Total Functional Expenses Before Depreciation	506,920	13,329	13,330	533,579	763,576
Depreciation	269	34	33	336	384
Total Functional Expenses	<u>\$ 507,189</u>	<u>\$ 13,363</u>	<u>\$ 13,363</u>	<u>\$ 533,915</u>	<u>\$ 763,960</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF CASH FLOWS

YEAR ENDED AUGUST 31, 2022, WITH COMPARATIVE TOTALS FOR 2021

	<u>2022</u>	<u>2021</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ 39,411	\$ 13,471
Adjustments to reconcile change in net assets to net cash provided by operating activities		
Depreciation	336	384
(Increase) decrease in operating assets		
Prepaid expenses	(18,784)	11,890
Increase (decrease) in operating liabilities		
Accounts payable	<u>2,800</u>	<u>(3,370)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	23,763	22,375
CASH, beginning of year	<u>166,435</u>	<u>144,060</u>
CASH, end of year	<u>\$ 190,198</u>	<u>\$ 166,435</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Michigan Institute of Urology Men's Health Foundation (the Organization) is a Michigan nonprofit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as an organization that is not a private foundation.

The Organization's program and supporting services are as follows:

Program Services

The Organization is dedicated to promoting the awareness, education, research and treatment of prostate cancer, and men's health related issues.

Management and General

This includes the functions necessary to maintain an adequate working environment, provide proper administrative support of the Organization's programs, and manage the financial and budgeting responsibilities of the Organization.

Fund Raising

This provides the structure necessary to encourage and secure support from individuals, foundations and government agencies.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)

Net assets with donor restrictions are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as those that the donor stipulates that resources be maintained in perpetuity.

Use of Estimates

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

New Accounting Pronouncement

In September 2020, FASB issued ASU 2020-07, *Not-for-Profit Entities (Topic 958): Presentation and Disclosures by Not-for-Profit Entities for Contributed Nonfinancial Assets*. The amendments expand presentation and disclosure requirements for contributed nonfinancial assets (also referred to as gifts-in-kind). The amendments require that contributed nonfinancial assets be presented as a separate line item in the statement of activities, apart from contributions of cash or other financial assets. In addition, the ASU also require expanded disclosures relating to each category of contributed nonfinancial assets. Specifically, nonprofit organizations must disclose contributed nonfinancial assets received disaggregated by category that depicts the type of assets contributions. FASB ASU No. 2020-07 is effective for annual periods beginning after June 15, 2021, and interim periods within annual periods beginning after June 15, 2022. Early adoption is permitted. The Organization adopted the new standard effective September 1, 2021, the first day of the Organization's fiscal year using the full retrospective method. There are no significant changes in any financial statement line item that resulted from adopting ASU 2020-07, in comparison with the prior year.

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with maturities of three months or less when purchased are considered cash equivalents and recorded at cost, which approximates fair value. The Organization has no cash equivalents at August 31, 2022.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Equipment

Equipment is carried at cost or, if donated, at fair value at the time of the donation. Depreciation is provided using the 200 percent declining balance method over the estimated useful life of five years. The Organization's policy is to capitalize acquisitions of \$500 or more. Expenditures for major renewals and betterments that extend the useful lives of equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Revenue and Support

Agency contract arrangements with foundations, corporations or governmental agencies constitute and are accounted for as conditional contributions since the resource provider does not receive commensurate value for the consideration received by the Organization; rather, the purpose of an arrangement is for the benefit of the general public. Revenue is recognized when the condition is satisfied. Conditions are satisfied based on incurring qualified expenses, and/or satisfying a milestone, and/or execution of other deliverable units of service. A refundable advance is recorded when the Organization receives assets (i.e. cash) in advance of the satisfaction of the conditions within these arrangements. As of August 31, 2022, there were no refundable advances recorded for agency contracts.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions.

The Organization elects to report restricted contributions that were initially conditional and for which both the condition and the restriction simultaneously occur as increases in net assets without donor restrictions in accordance with *Presentation of Financial Statements of Not-for-Profit Entities* FASB ASC 958-605-45-4B.

The Organization reports unconditional gifts of cash and other assets as support with donor restrictions, if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), 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.

The Organization reports gifts of property and equipment as support without restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue and Support (continued)

used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

The Organization receives donated services, facilities and supplies from various organizations and individuals in order to accomplish its program objectives. Contributions of donated services that create or enhance non-financial assets or require specialized skills that are provided by individuals possessing those skills, and that would typically need to be purchased if not provided by donation are recorded at their fair values in the period received.

In accordance with *Revenue from Contracts with Customers* FASB 606-10-50, revenue from program income is recognized as service is rendered. Revenue under contracts is recognized on the basis of actual time incurred multiplied by the billable hourly rate stated in the contract, plus materials expense incurred. In cases where costs are incurred in advance of billings, a receivable is recorded in the period during which the expenses are incurred. In cases where billings are in excess of costs or advance payments are received, deferred revenue is recorded in the period during which the advance is received and recognized as income when the related service is rendered.

Compensated Absences

In accordance with Financial Accounting Standards Board *Accounting for Compensated Absences* ASC 710-10-25-1, no accrual has been made for sick pay and personal time.

Functional Classification of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification of expenses by function. Directly identifiable expenses are charged to the associated program and supporting services. Certain indirect costs have been allocated among the programs and supporting services benefited. Personnel and related costs are allocated based on estimates of time and effort.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Tax Positions

The Organization is subject to routine audits by taxing jurisdictions; however, there are no audits currently in progress for any tax periods. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to August 31, 2015.

Fair Value Disclosure

Generally accepted accounting principles require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash and other short-term assets and liabilities. For these financial instruments, carrying values approximate fair value.

2. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of August 31, 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets, at year end	\$ 190,198
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	
Restricted by donor with time or purpose restrictions	<u>(74,355)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 115,843</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations come due.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

3. EQUIPMENT

At August 31, 2022, equipment consists of the following:

	Beginning Balance	Additions	Dispositions	Ending Balance
Office equipment	<u>\$ 9,545</u>	<u>\$ -</u>	<u>\$ -</u>	\$ 9,545
Less accumulated depreciation				<u>9,545</u>
				<u>\$ -</u>

4. OPERATING LEASE

The Organization is obligated under a lease for office space which expires in October 2022.

Future minimum lease payments are as follows for the year ending August 31:

2023	<u>\$ 683</u>
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For the year ended August 31, 2022, rental expense was approximately \$4,100.

5. NET ASSETS WITH DONOR RESTRICTIONS

At August 31, 2022, net assets with donor restrictions consist of cash and are available for the following:

Subject to passage of time and purpose:	
Men's Health Event	\$ 65,250
PSA tests	7,728
Prostate Cancer Survivorship Series	<u>1,377</u>
	<u>\$ 74,355</u>

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

6. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors during the year are as follows:

Subject to passage of time and purpose:	
Men's Health Event	\$ 145,149
Blue Fund	13,544
Health and Harvest Fair	5,000
Prostate Cancer Survivorship Series	4,132
PSA tests	<u>250</u>
	<u>\$ 168,075</u>

7. NON-CASH CONTRIBUTIONS

During the year ended August 31, 2022, the Organization received the following non-cash contributions:

Services	\$ 268,547
Facilities	16,000
Vaccines	<u>9,477</u>
	<u>\$ 294,024</u>

The non-financial assets received by the Organization during the year consisted of goods and services which were without donor restrictions.

The Organization does not sell donated gifts in-kind and only uses services and goods for its own program or supporting service activities. In-kind contributions were valued using estimated average U.S. prices of identical or similar products or services using pricing data of similar products or services under a "like-kind" methodology, considering the utility of the services and goods at the time of the contribution.

The Organization receives a substantial amount of support from donations, grants and volunteers. A significant reduction in the level of this support, if this were to occur, may have a considerable effect on the Organization's activities.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

8. SPECIAL EVENTS

For the year ended August 31, 2022, revenue from special events was \$114,994 with related expenses of \$52,912, which are included in other income and special events - net in the statement of activities.

9. CONCENTRATIONS OF CASH BALANCES

The Organization maintains its cash balances in one financial institution in Michigan. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At August 31, 2022, the cash balances were fully insured.

10. COMPARATIVE FINANCIAL INFORMATION

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended August 31, 2021, from which the summarized information was derived.

11. CONTINGENCY

In the normal course of operations, there could be outstanding contingent liabilities resulting from lawsuits, governmental agency assessments, etc. which are not known to the Organization and therefore have not been reflected in the accompanying financial statements. The Organization's management is of the opinion that the liability, if any, will be either immaterial or the Organization's insurance coverage is adequate to cover any potential losses.

12. SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 19, 2023, the date the financial statements were available to be issued.

**MICHIGAN INSTITUTE OF UROLOGY
MEN'S HEALTH FOUNDATION**

FINANCIAL STATEMENTS

DECEMBER 31, 2022

**BOISVENU & COMPANY, P.C.
Certified Public Accountants
Bingham Farms, Michigan**

MICHIGAN INSTITUTE OF UROLOGY MEN’S HEALTH FOUNDATION

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To the Board of Directors of
Michigan Institute of Urology
Men's Health Foundation

Opinion

We have audited the accompanying financial statements of Michigan Institute of Urology Men's Health Foundation (a nonprofit organization), which comprise the statement of financial position as of December 31, 2022, and the related statements of activities, functional expenses, and cash flows for the period of September 1, 2022 through December 31, 2022, 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 Michigan Institute of Urology Men's Health Foundation as of December 31, 2022, and the changes in its net assets and its cash flows for the period of September 1, 2022 through December 31, 2022 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 Michigan Institute of Urology Men's Health Foundation 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 Michigan Institute of Urology Men's Health Foundation'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 Michigan Institute of Urology Men's Health Foundation'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 Michigan Institute of Urology Men's Health Foundation'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.

Report on Summarized Comparative Information

We have previously audited Michigan Institute of Urology Men's Health Foundation's August 31, 2022 financial statements, and we expressed an unmodified audit opinion on those audited financial statements in our report dated May 19, 2023. In our opinion, the summarized comparative information presented herein as of and for the year ended August 31, 2022, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Boisvenue & Company, P.C.

October 20, 2023

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF FINANCIAL POSITION

AS OF DECEMBER 31, 2022, WITH COMPARATIVE TOTALS AS OF AUGUST 31, 2022

	Without Donor Restrictions	With Donor Restrictions	Total	
			12/31/2022	8/31/2022
ASSETS				
Current Assets				
Cash	\$ 102,934	\$ 463	\$ 103,397	\$ 190,198
Prepaid expenses	<u>11,132</u>	<u>-</u>	<u>11,132</u>	<u>29,612</u>
TOTAL ASSETS	<u><u>\$ 114,066</u></u>	<u><u>\$ 463</u></u>	<u><u>\$ 114,529</u></u>	<u><u>\$ 219,810</u></u>
LIABILITIES AND NET ASSETS				
Current Liabilities				
Accounts payable	\$ 3,445	\$ -	\$ 3,445	\$ 2,800
Accrued payroll	<u>3,125</u>	<u>-</u>	<u>3,125</u>	<u>2,083</u>
Total Liabilities	<u>6,570</u>	<u>-</u>	<u>6,570</u>	<u>4,883</u>
Net Assets				
Without donor restrictions	107,496	-	107,496	140,572
With donor restrictions	<u>-</u>	<u>463</u>	<u>463</u>	<u>74,355</u>
Total Net Assets	<u>107,496</u>	<u>463</u>	<u>107,959</u>	<u>214,927</u>
TOTAL LIABILITIES AND NET ASSETS	<u><u>\$ 114,066</u></u>	<u><u>\$ 463</u></u>	<u><u>\$ 114,529</u></u>	<u><u>\$ 219,810</u></u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF ACTIVITIES

PERIOD OF SEPTEMBER 1, 2022 THROUGH DECEMBER 31, 2022,
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED AUGUST 31, 2022

	Without Donor	With Donor	Total	
	Restrictions	Restrictions	12/31/2022	8/31/2022
REVENUE AND SUPPORT				
Contributions and other support	\$ 3,481	\$ -	\$ 3,481	\$ 22,636
Sponsorships	59	38,314	38,373	196,281
Contributions of non-financial assets	299,046	-	299,046	294,024
Other income and special events - net	<u>367</u>	<u>463</u>	<u>830</u>	<u>60,385</u>
	302,953	38,777	341,730	573,326
Net assets released from restrictions	<u>112,669</u>	<u>(112,669)</u>	<u>-</u>	<u>-</u>
TOTAL REVENUE AND SUPPORT	<u>415,622</u>	<u>(73,892)</u>	<u>341,730</u>	<u>573,326</u>
EXPENSES				
Program services	434,783	-	434,783	507,189
Management and general	6,451	-	6,451	13,363
Fund raising	<u>7,464</u>	<u>-</u>	<u>7,464</u>	<u>13,363</u>
TOTAL EXPENSES	<u>448,698</u>	<u>-</u>	<u>448,698</u>	<u>533,915</u>
CHANGE IN NET ASSETS	(33,076)	(73,892)	(106,968)	39,411
NET ASSETS, beginning of year	<u>140,572</u>	<u>74,355</u>	<u>214,927</u>	<u>175,516</u>
NET ASSETS, end of year	<u>\$ 107,496</u>	<u>\$ 463</u>	<u>\$ 107,959</u>	<u>\$ 214,927</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF FUNCTIONAL EXPENSES

PERIOD OF SEPTEMBER 1, 2022 THROUGH DECEMBER 31, 2022,
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED AUGUST 31, 2022

	Program Services	Management and General	Fund Raising	Total	
				12/31/2022	8/31/2022
Salaries	\$ 26,667	\$ 3,333	\$ 3,333	\$ 33,333	\$ 50,000
Payroll taxes	1,976	247	247	2,470	3,825
Outside services	5,587	2,013	3,027	10,627	27,610
Occupancy	1,679	210	210	2,099	5,247
Insurance	711	89	89	889	2,840
Office supplies	2,186	273	273	2,732	4,940
Telephone	122	15	15	152	441
Printing and postage	50	6	6	62	-
Program activities and materials	92,208	-	-	92,208	126,958
Advertising	493	62	62	617	4,928
Meetings	1,621	203	202	2,026	1,011
Grants and other assistance	2,437	-	-	2,437	11,755
In-kind costs	299,046	-	-	299,046	294,024
Total Functional Expenses Before Depreciation	434,783	6,451	7,464	448,698	533,579
Depreciation	-	-	-	-	336
Total Functional Expenses	<u>\$ 434,783</u>	<u>\$ 6,451</u>	<u>\$ 7,464</u>	<u>\$ 448,698</u>	<u>\$ 533,915</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

STATEMENT OF CASH FLOWS

PERIOD OF SEPTEMBER 1, 2022 THROUGH DECEMBER 31, 2022,
WITH COMPARATIVE TOTALS FOR THE YEAR ENDED AUGUST 31, 2022

	<u>12/31/2022</u>	<u>8/31/2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Change in net assets	\$ (106,968)	\$ 39,411
Adjustments to reconcile change in net assets to net cash (used) provided by operating activities		
Depreciation	-	336
(Increase) decrease in operating assets		
Prepaid expenses	18,480	(18,784)
Increase (decrease) in operating liabilities		
Accounts payable	645	2,800
Accrued payroll	<u>1,042</u>	<u>-</u>
NET CASH (USED) PROVIDED BY OPERATING ACTIVITIES	(86,801)	23,763
CASH, beginning of year	<u>190,198</u>	<u>166,435</u>
CASH, end of year	<u>\$ 103,397</u>	<u>\$ 190,198</u>

See accompanying notes to financial statements.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

Michigan Institute of Urology Men's Health Foundation (the Organization) is a Michigan nonprofit organization exempt from federal income taxes under Section 501(c)(3) of the Internal Revenue Code as an organization that is not a private foundation.

The Organization's program and supporting services are as follows:

Program Services

The Organization is dedicated to promoting the awareness, education, research and treatment of prostate cancer, and men's health related issues.

Management and General

This includes the functions necessary to maintain an adequate working environment, provide proper administrative support of the Organization's programs, and manage the financial and budgeting responsibilities of the Organization.

Fund Raising

This provides the structure necessary to encourage and secure support from individuals, foundations and government agencies.

Basis of Presentation

The Organization reports information regarding its financial position and activities according to two classes of net assets that are based upon the existence or absence of restrictions on use that are placed by its donors: net assets without donor restrictions and net assets with donor restrictions.

Net assets without donor restrictions are resources available to support operations and not subject to donor restrictions. The only limits on the use of net assets without donor restrictions are the broad limits resulting from the nature of the Organization, the environment in which it operates, the purposes specified in its corporate documents and its application for tax-exempt status, and any limits resulting from contractual agreements with creditors and others that are entered into in the course of its operations.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Basis of Presentation (continued)

Net assets with donor restrictions are subject to donor-imposed restrictions. Some donor-imposed restrictions are temporary in nature, such as those that will be met by the passage of time or other events specified by the donor. Other donor-imposed restrictions are perpetual in nature, such as those that the donor stipulates that resources be maintained in perpetuity.

Use of Estimates

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

New Accounting Pronouncement

In February 2016, FASB issued ASU 2016-02, *Leases (Topic 842)* that requires a lessee to recognize on the statement of financial position a liability to make lease payments (lease liability) and a right-of-use asset representing its right to use the underlying asset for the lease term, regardless of classification of a lease as an operating or finance lease (previously capital lease). The Organization adopted ASU 2016-02 on September 1, 2022, using the modified retrospective approach for operating leases, with a term greater than 12 months. The Organization also elected the package of practical expedients permitted under the new standard that allowed the Organization to carry forward historical lease classification for existing leases on the adoption date, and allowed the Organization not to assess whether an existing contract contains a lease or initial direct cost. As permitted by the guidance, prior comparative periods will not be adjusted under this method.

Cash and Cash Equivalents

For purposes of the statement of cash flows, highly liquid investments with maturities of three months or less when purchased are considered cash equivalents and recorded at cost, which approximates fair value. The Organization has no cash equivalents at December 31, 2022.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Equipment

Equipment is carried at cost or, if donated, at fair value at the time of the donation. Depreciation is calculated using the 200 percent declining balance method over the estimated useful life of five years. The Organization's policy is to capitalize acquisitions of \$500 or more. Expenditures for major renewals and betterments that extend the useful lives of equipment are capitalized. Expenditures for maintenance and repairs are charged to expense as incurred.

Revenue and Support

Contributions received that are conditional are recognized as revenue when the condition is satisfied. A condition occurs where the donor stipulation creates a measurable barrier contingent on a future performance or event which limits how the activity is conducted, and the entitlement to the funding is directly related to the satisfaction of the stipulation. In general, conditions are satisfied based on incurring qualified expenses, and/or satisfying a milestone, and/or execution of other deliverable units of service. A refundable advance is recorded when the Organization receives assets (i.e. cash) in advance of the satisfaction of the conditions within these arrangements. As of December 31, 2022, there were no refundable advances recorded for agency contracts.

Contributions received are recorded as net assets without donor restrictions or net assets with donor restrictions, depending on the existence and/or nature of any donor restrictions.

The Organization elects to report restricted contributions that were initially conditional and for which both the condition and the restriction simultaneously occur as increases in net assets without donor restrictions in accordance with *Presentation of Financial Statements of Not-for-Profit Entities* FASB ASC 958-605-45-4B.

The Organization reports unconditional gifts of cash and other assets as support with donor restrictions, if they are received with donor stipulations that limit the use of the donated assets. When a donor restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), 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.

The Organization reports gifts of property and equipment as support without restrictions unless explicit donor stipulations specify how the donated assets must be used. Gifts of long-lived assets with explicit restrictions that specify how the assets are to be used and gifts of cash or other assets that must be used to acquire long-lived assets are reported as restricted support. Absent explicit donor stipulations about how long those long-lived assets must be maintained, the Organization reports expirations of donor restrictions when the donated or acquired long-lived assets are placed in service.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue and Support (continued)

The Organization receives donated services, facilities and supplies from various organizations and individuals in order to accomplish its program objectives. Contributions of donated services that create or enhance non-financial assets or require specialized skills that are provided by individuals possessing those skills, and that would typically need to be purchased if not provided by donation are recorded at their fair values in the period received.

In accordance with *Revenue from Contracts with Customers* FASB 606-10-50, revenue from program income is recognized as service is rendered. The majority of these revenue arrangements generally consist of a single performance obligation to transfer promised goods or services.

Compensated Absences

In accordance with Financial Accounting Standards Board *Accounting for Compensated Absences* ASC 710-10-25-1, no accrual has been made for sick pay and personal time.

Functional Classification of Expenses

The costs of providing various programs and other activities have been summarized on a functional basis in the statement of activities. The statement of functional expenses presents the natural classification of expenses by function. Directly identifiable expenses are charged to the associated program and supporting services. Certain indirect costs have been allocated among the programs and supporting services benefited. Personnel and related costs are allocated based on estimates of time and effort.

Tax Positions

The Organization is subject to routine audits by taxing jurisdictions; however, there are no audits currently in progress for any tax periods. The Organization believes it is no longer subject to income tax examinations for fiscal years ending prior to December 31, 2015.

Fair Value Disclosure

Generally accepted accounting principles require disclosure of an estimate of fair value of certain financial instruments. The Organization's significant financial instruments are cash and other short-term assets and liabilities. For these financial instruments, carrying values approximate fair value.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

2. LIQUIDITY AND AVAILABILITY OF FINANCIAL ASSETS

The following reflects the Organization's financial assets as of December 31, 2022, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the statement of financial position date.

Financial assets, at year end	\$ 103,397
Less those unavailable for general expenditures within one year, due to:	
Contractual or donor-imposed restrictions:	
Restricted by donor with time or purpose restrictions	<u>(463)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 102,934</u>

As part of the Organization's liquidity management, it has a policy to structure its financial assets to be available as general expenditures, liabilities, and other obligations come due.

3. EQUIPMENT

At December 31, 2022, equipment consists of the following:

	Beginning Balance	Additions	Dispositions	Ending Balance
Office equipment	<u>\$ 9,545</u>	<u>\$ -</u>	<u>\$ -</u>	\$ 9,545
Less accumulated depreciation				<u>9,545</u>
				<u>\$ -</u>

4. NET ASSETS WITH DONOR RESTRICTIONS

At December 31, 2022, net assets with donor restrictions consist of cash and are available for the following:

Subject to passage of time and purpose:	
Men's Health Event	<u>\$ 463</u>

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

5. NET ASSETS RELEASED FROM RESTRICTIONS

Net assets released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by donors during the year are as follows:

Subject to passage of time and purpose:	
Men's Health Event	\$ 103,564
PSA tests	7,728
Prostate Cancer Survivorship Series	<u>1,377</u>
	<u>\$ 112,669</u>

6. NON-CASH CONTRIBUTIONS

During the year ended December 31, 2022, the Organization received the following non-cash contributions:

Services	\$ 254,384
Vaccines	22,787
Facilities	<u>21,875</u>
	<u>\$ 299,046</u>

The non-financial assets received by the Organization during the year consisted of goods and services which were without donor restrictions.

The Organization does not sell donated gifts in-kind and only uses services and goods for its own program or supporting service activities. In-kind contributions were valued using estimated average U.S. prices of identical or similar products or services using pricing data of similar products or services under a "like-kind" methodology, considering the utility of the services and goods at the time of the contribution.

The Organization receives a substantial amount of support from donations, grants and volunteers. A significant reduction in the level of this support, if this were to occur, may have a considerable effect on the Organization's activities.

MICHIGAN INSTITUTE OF UROLOGY MEN'S HEALTH FOUNDATION

NOTES TO FINANCIAL STATEMENTS

7. SPECIAL EVENTS

For the year ended December 31, 2022, revenue from special events was \$866 with related expenses of \$0, which are included in other income and special events - net in the statement of activities.

8. CONCENTRATIONS OF CASH BALANCES

The Organization maintains its cash balances in one financial institution in Michigan. The balances are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000. At December 31, 2022, the cash balances were fully insured.

9. COMPARATIVE FINANCIAL INFORMATION

The financial statements include certain prior-year summarized comparative information in total but not by net asset class. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the Organization's financial statements for the year ended December 31, 2021, from which the summarized information was derived.

10. CONTINGENCY

In the normal course of operations, there could be outstanding contingent liabilities resulting from lawsuits, governmental agency assessments, etc. which are not known to the Organization and therefore have not been reflected in the accompanying financial statements. The Organization's management is of the opinion that the liability, if any, will be either immaterial or the Organization's insurance coverage is adequate to cover any potential losses.

11. SUBSEQUENT EVENTS

Management has evaluated subsequent events through October 20, 2023, the date the financial statements were available to be issued.