

Consolidated Financial Statements and
Report of Independent Certified Public
Accountants and Single Audit Reports

Alzheimer's Association

June 30, 2023 and 2022

Contents

Report of Independent Certified Public Accountants	3
Consolidated Financial Statements	
Consolidated statements of financial position	6
Consolidated statements of activities	7
Consolidated statements of functional expenses	9
Consolidated statements of cash flows	11
Notes to consolidated financial statements	12
Supplementary Information	
Consolidating statements of financial position	30
Consolidating statements of activities	32
Single Audit Reports	
Schedule of expenditures of federal awards	47
Schedule of expenditures of Wisconsin state awards	50
Schedule of expenditures of Florida state financial assistance	51
Notes to the schedules of expenditures of federal, Wisconsin state, and Florida state awards	52
Report of Independent Certified Public Accountants on Internal Control Over Financial Reporting and on Compliance and Other Matters Required by <i>Government Auditing Standards</i>	53
Report of Independent Certified Public Accountants on Compliance for Each Major Federal Program, Wisconsin State Program, and Florida State Project and on Internal Control Over Compliance Required by the Uniform Guidance, the Wisconsin Department of Health Services Audit Guide, Chapter 10.650, <i>Rules of the Auditor General</i> , and the Florida Single Audit Act	55
Schedule of findings and questioned costs	58

GRANT THORNTON LLP

Grant Thornton Tower
171 N. Clark St., Suite 200
Chicago, IL 60601-3370

D +1 312 856 0200

F +1 312 602 8099

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS

Board of Directors
Alzheimer's Association

Report on the financial statements**Opinion**

We have audited the consolidated financial statements of Alzheimer's Association and affiliates (a nonprofit organization) (the "Entity"), which comprise the consolidated statements of financial position as of June 30, 2023 and 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the financial position of the Entity as of June 30, 2023 and 2022, the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for opinion

We conducted our audits of the consolidated financial statements in accordance with auditing standards generally accepted in the United States of America (US GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 the Entity 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.

Responsibilities of management for the 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 the Entity's ability to continue as a going concern for one year after the date 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 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 US GAAS and *Government 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 consolidated financial statements.

In performing an audit in accordance with US GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the 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 Entity's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Entity'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 audits were conducted for the purpose of forming an opinion on the consolidated financial statements as a whole. The consolidating statements of financial position and activities as of and for the years ended June 30, 2023 and 2022, the schedule of expenditures of federal awards for the year ended June 30, 2023, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the schedule of expenditure of Wisconsin state awards for the year ended June 30, 2023, as required by the State of Wisconsin Department of Health Services Audit Guide, and the schedule of expenditures of Florida state financial assistance for the year ended June 30, 2023, as required by Chapter 10.650, Rules of the Auditor General, and the Florida Single Audit Act (Section 215.97, Florida Statutes), are presented for

purposes of additional analysis and are not a required part of the consolidated financial statements. Such supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the consolidated financial statements. The information has been subjected to the auditing procedures applied in the audits of the consolidated financial statements and certain additional procedures. These additional procedures included comparing and reconciling such information directly to the underlying accounting and other records used to prepare the consolidated financial statements or to the consolidated financial statements themselves, and other additional procedures in accordance with US GAAS. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the consolidated financial statements as a whole.

Other reporting required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated October 23, 2023 on our consideration of the Entity's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Entity's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Entity's internal control over financial reporting and compliance.

Grant Thornton LLP

Chicago, Illinois
October 23, 2023

Alzheimer's Association

CONSOLIDATED STATEMENTS OF FINANCIAL POSITION

June 30,
(In thousands)

	2023	2022
ASSETS		
Cash and cash equivalents	\$ 33,805	\$ 34,572
Pledges receivable, net	70,014	65,767
Other receivables	9,127	7,215
Inventories of education materials, at cost	1,140	994
Investments	293,712	318,371
Prepaid expenses	6,890	7,894
Assets held in trust	46	290
Fixed assets, net	22,544	23,048
Right-of-use operating assets	40,680	-
Beneficial interest in split-interest agreements	6,432	7,035
Beneficial interest in perpetual trusts	28,567	27,908
Other assets	770	791
Total assets	<u>\$ 513,727</u>	<u>\$ 493,885</u>
LIABILITIES AND NET ASSETS		
Liabilities		
Accounts payable	\$ 9,222	\$ 12,838
Grants payable, net	119,715	113,364
Deferred compensation payable	822	1,046
Accrued expenses and other liabilities	29,270	27,226
Self-insurance reserve	1,469	1,713
Gift annuity obligations	5,897	5,473
Contract liability	5,329	3,138
Operating lease obligations	48,247	-
Deferred rent	-	8,355
Total liabilities	219,971	173,153
Net assets		
Without donor restrictions	145,884	183,558
With donor restrictions	147,872	137,174
Total net assets	293,756	320,732
Total liabilities and net assets	<u>\$ 513,727</u>	<u>\$ 493,885</u>

The accompanying notes are an integral part of these consolidated financial statements.

Alzheimer's Association

CONSOLIDATED STATEMENT OF ACTIVITIES

Year ended June 30, 2023

(In thousands)

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Contributions			
Cash and other financial assets	\$ 324,411	\$ 79,575	\$ 403,986
Non-financial assets	11,082	-	11,082
Conference registration and other	9,516	-	9,516
Dividends and interest, net of investment-related expenses	7,512	1,300	8,812
Net assets released from restrictions	69,180	(69,180)	-
Total revenues, gains and other support	421,701	11,695	433,396
Expenses			
Program services			
Care, support and risk reduction	118,483	-	118,483
Research	100,125	-	100,125
Concern and awareness	111,973	-	111,973
Diversity, equity, and inclusion	9,469	-	9,469
Public policy	28,413	-	28,413
Mission engagement	2,411	-	2,411
Total program services	370,874	-	370,874
Supporting services			
Fundraising	84,051	-	84,051
Management and general	18,744	-	18,744
Total supporting services	102,795	-	102,795
Total expenses	473,669	-	473,669
(Deficiency) excess from operations	(51,968)	11,695	(40,273)
Other changes in net assets			
Net realized and unrealized gains (losses) in value of investments	15,323	(804)	14,519
Change in value of split-interest agreements	(255)	(762)	(1,017)
Change in value of perpetual trusts	67	569	636
Bad debt expense	(841)	-	(841)
Total other changes in net assets	14,294	(997)	13,297
CHANGE IN NET ASSETS	(37,674)	10,698	(26,976)
Net assets at beginning of year	183,558	137,174	320,732
Net assets at end of year	<u>\$ 145,884</u>	<u>\$ 147,872</u>	<u>\$ 293,756</u>

The accompanying notes are an integral part of this consolidated financial statement.

Alzheimer's Association

CONSOLIDATED STATEMENT OF ACTIVITIES

Year ended June 30, 2022

(In thousands)

	Without Donor Restrictions	With Donor Restrictions	Total
Revenues, gains and other support			
Contributions			
Cash and other financial assets	\$ 379,347	\$ 70,271	\$ 449,618
Non-financial assets	8,506	51	8,557
Conference registration and other	7,760	-	7,760
Dividends and interest, net of investment-related expenses	10,742	1,674	12,416
Net assets released from restrictions	70,928	(70,928)	-
Total revenues, gains and other support	477,283	1,068	478,351
Expenses			
Program services			
Care, support and risk reduction	108,934	-	108,934
Research	91,959	-	91,959
Concern and awareness	115,768	-	115,768
Diversity, equity, and inclusion	7,094	-	7,094
Public policy	26,554	-	26,554
Mission engagement	2,735	-	2,735
Total program services	353,044	-	353,044
Supporting services			
Fundraising	75,791	-	75,791
Management and general	18,548	-	18,548
Total supporting services	94,339	-	94,339
Total expenses	447,383	-	447,383
Excess from operations	29,900	1,068	30,968
Other changes in net assets			
Net realized and unrealized losses in value of investments	(56,986)	(3,278)	(60,264)
Change in value of split-interest agreements	(426)	(375)	(801)
Change in value of perpetual trusts	-	(3,641)	(3,641)
Bad debt expense	(1,581)	-	(1,581)
Total other changes in net assets	(58,993)	(7,294)	(66,287)
CHANGE IN NET ASSETS	(29,093)	(6,226)	(35,319)
Net assets at beginning of year	212,651	143,400	356,051
Net assets at end of year	<u>\$ 183,558</u>	<u>\$ 137,174</u>	<u>\$ 320,732</u>

The accompanying notes are an integral part of this consolidated financial statement.

Alzheimer's Association

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year ended June 30, 2023
(In thousands)

	Program Services						Supporting Services				
	Care, support and risk reduction	Research	Concern and awareness	Diversity, equity, and inclusion	Public policy	Mission engagement	Total program services	Fundraising	Management and general	Total supporting services	Total
Salaries and related benefits	\$ 82,618	\$ 9,430	\$ 52,475	\$ 6,064	\$ 13,357	\$ 1,052	\$ 164,996	\$ 50,025	\$ 6,956	\$ 56,981	\$ 221,977
Grants and funded research	1,570	71,299	-	-	9,908	-	82,777	-	-	-	82,777
Professional fees and consultants	9,196	3,326	11,829	538	1,400	913	27,202	9,558	1,945	11,503	38,705
Telephone, postage and supplies	2,423	523	6,922	190	277	3	10,338	3,907	2,229	6,136	16,474
Occupancy	7,322	1,375	5,833	988	1,421	6	16,945	3,511	3,625	7,136	24,081
Conferences and meetings	4,443	6,831	7,401	529	1,086	32	20,322	7,218	687	7,905	28,227
Printing and promotions	2,928	2,875	25,328	791	129	371	32,422	6,947	1,986	8,933	41,355
Miscellaneous	6,829	4,337	1,463	205	599	4	13,437	2,333	735	3,068	16,505
Total expenses before depreciation	117,329	99,996	111,251	9,305	28,177	2,381	368,439	83,499	18,163	101,662	470,101
Depreciation	1,154	129	722	164	236	30	2,435	552	581	1,133	3,568
Total expenses	<u>\$ 118,483</u>	<u>\$ 100,125</u>	<u>\$ 111,973</u>	<u>\$ 9,469</u>	<u>\$ 28,413</u>	<u>\$ 2,411</u>	<u>\$ 370,874</u>	<u>\$ 84,051</u>	<u>\$ 18,744</u>	<u>\$ 102,795</u>	<u>\$ 473,669</u>

The accompanying notes are an integral part of this consolidated financial statement.

Alzheimer's Association

CONSOLIDATED STATEMENT OF FUNCTIONAL EXPENSES

Year ended June 30, 2022
(In thousands)

	Program Services							Supporting Services			
	Care, support and risk reduction	Research	Concern and awareness	Diversity, equity, and inclusion	Public policy	Mission engagement	Total program services	Fundraising	Management and general	Total supporting services	Total
Salaries and related benefits	\$ 76,521	\$ 7,709	\$ 45,416	\$ 4,445	\$ 12,204	\$ 741	\$ 147,036	\$ 44,277	\$ 4,528	\$ 48,805	\$ 195,841
Grants and funded research	3,195	70,119	-	-	10,019	-	83,333	-	-	-	83,333
Professional fees and consultants	9,049	4,056	12,395	659	1,448	1,485	29,092	9,567	2,436	12,003	41,095
Telephone, postage and supplies	2,807	437	7,764	243	351	3	11,605	4,258	2,449	6,707	18,312
Occupancy	6,518	1,154	4,137	822	1,123	2	13,756	2,926	3,317	6,243	19,999
Conferences and meetings	1,677	2,381	5,306	154	617	7	10,142	5,719	167	5,886	16,028
Printing and promotions	2,995	1,836	38,411	388	61	468	44,159	7,036	1,873	8,909	53,068
Miscellaneous	5,085	4,161	1,677	238	534	2	11,697	1,520	3,221	4,741	16,438
Total expenses before depreciation	107,847	91,853	115,106	6,949	26,357	2,708	350,820	75,303	17,991	93,294	444,114
Depreciation	1,087	106	662	145	197	27	2,224	488	557	1,045	3,269
Total expenses	<u>\$ 108,934</u>	<u>\$ 91,959</u>	<u>\$ 115,768</u>	<u>\$ 7,094</u>	<u>\$ 26,554</u>	<u>\$ 2,735</u>	<u>\$ 353,044</u>	<u>\$ 75,791</u>	<u>\$ 18,548</u>	<u>\$ 94,339</u>	<u>\$ 447,383</u>

The accompanying notes are an integral part of this consolidated financial statement.

Alzheimer's Association

CONSOLIDATED STATEMENTS OF CASH FLOWS

**Years ended June 30,
(In thousands)**

	2023	2022
Cash flows from operating activities:		
Change in net assets	\$ (26,976)	\$ (35,319)
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation	3,568	3,269
Net realized and unrealized (gains) losses in value of investments	(14,519)	60,264
(Increase) decrease in pledges and other receivables	(6,159)	5,594
Decrease (increase) in inventories and prepaid expenses	858	(1,080)
Decrease in right-of-use operating assets	3,264	-
Increase in payables and accrued expenses	4,311	29,934
Increase (decrease) in contract liability	2,191	(344)
(Decrease) increase in operating lease obligations and deferred rent	(4,052)	541
Decrease in beneficial interest in split-interest agreements	603	423
Change in value of perpetual trusts	(659)	3,575
Increase in gift annuity obligations	424	473
Contributions restricted for long-term investment	252	3
Decrease in other assets	21	31
Net cash (used in) provided by operating activities	(36,873)	67,364
Cash flows from investing activities:		
Purchase of fixed assets	(3,064)	(5,210)
Proceeds from sale of investments	96,564	316,578
Purchases of investments	(56,018)	(370,017)
Net cash provided by (used in) investing activities	37,482	(58,649)
Cash flows from financing activities:		
Proceeds from contributions restricted for long-term investment	(252)	(3)
Investment subject to annuity agreement	604	587
Payment of annuity obligations	(1,728)	(1,314)
Net cash used in financing activities	(1,376)	(730)
NET CHANGE IN CASH AND CASH EQUIVALENTS	(767)	7,985
Cash and cash equivalents at beginning of year	34,572	26,587
Cash and cash equivalents at end of year	\$ 33,805	\$ 34,572
Noncash transactions		
Lease liabilities arising from obtaining right-of-use operating assets	\$ (52,299)	\$ -

The accompanying notes are an integral part of these consolidated financial statements.

Alzheimer's Association
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
June 30, 2023 and 2022

NOTE A - ORGANIZATION AND BASIS OF CONSOLIDATION

The accompanying consolidated financial statements include the accounts of the Alzheimer's Association, Alzheimer's Impact Movement (AIM), Alzheimer's Impact Movement Political Action Committee (AIMPAC), Alzheimer's Association International and the Coalition of New York State Alzheimer's Association Chapters, Inc. (Coalition) (together, the Association). All significant intercompany balances and transactions have been eliminated in consolidation.

The Alzheimer's Association, incorporated as the Alzheimer's Disease and Related Disorders Association, Inc., is a not-for-profit, tax-exempt organization dedicated to achieving its mission: the Alzheimer's Association leads the way to end Alzheimer's and all other dementia - by accelerating global research, driving risk reduction and early detection, and maximizing quality care and support. The Association's mission is carried out through care, support and risk reduction; research; concern and awareness; diversity, equity, and inclusion; public policy; and mission engagement. The Association's primary sources of revenue and support are contributions from the public, corporations and foundations.

AIM is a non-partisan, non-profit advocacy organization working in strategic partnership with the Alzheimer's Association to make Alzheimer's disease a national priority. AIM's mission is to advance and develop policies to overcome Alzheimer's disease through increased investment in research, enhanced care and improved support.

AIMPAC is a voluntary, non-partisan political action committee to support and elect federal congressional candidates who are committed to ending Alzheimer's disease in our lifetimes. AIMPAC, the political arm of AIM, is integral in educating members of Congress about critical Alzheimer's issues in support of the policy priorities of the Alzheimer's Association, to fight for a better life for the millions of Americans who live with Alzheimer's, and to ensure the voice of the Alzheimer's community is heard in the halls of Congress.

Alzheimer's Association International is a not-for-profit Canadian entity, dedicated to promoting health by providing enhanced care and support services for individuals affected by Alzheimer's disease and related disorders, and to advancing education by facilitating and supporting research on the treatment of Alzheimer's disease and related disorders in Canada. The Alzheimer's Association International's primary sources of revenue and support are contributions from the public.

The purpose of the Coalition of New York State Alzheimer's Association Chapters, Inc. is to advocate on behalf of all New Yorkers affected by Alzheimer's disease and dementia, draft and submit grant proposals in the name of the Coalition, receive and distribute funds made available to the collective interests of the subcontractors, and represent all subcontractors in matters involving the collective interests of the membership.

The Association oversees the operations and activities for 75 chapters to facilitate strategic alignment, deliver on the overarching Association-wide strategic objectives and priority activities, and to ensure coverage for all geographic territories.

Alzheimer's Association
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED
June 30, 2023 and 2022

NOTE B - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Contributions and Revenues

All contributions are considered available for the general programs of the Association unless specifically restricted by the donor. The Association reports monetary gifts as support with donor restrictions if they are received with donor stipulations that limit the use of donated assets, are subject to time or legal restriction, or those assets for which donors require principal of the gift to be maintained in perpetuity. A donor restriction expires when a stipulated time or legal restriction ends or when a purpose restriction is accomplished. Upon expiration, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the consolidated statements of activities as net assets released from restrictions.

Conditional promises to give and intentions to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met.

In accordance with Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) Topic 606, *Revenue from Contracts with Customers* (ASC 606), the Association recognizes conference registration and other revenue when control of the promised goods or services is transferred to outside parties in an amount that reflects the consideration the Association expects to be entitled to in exchange for those goods or services.

The Association recognizes revenue in accordance with ASC 958-605. In accordance with this guidance, the Association evaluates whether a transfer of assets is (1) an exchange transaction in which a resource provider is receiving commensurate value in return for the resources transferred or (2) a contribution. If the transfer of assets is determined to be an exchange transaction, the Association applies guidance under ASC 606. If the transfer of assets is determined to be a contribution, the Association evaluates whether the contribution is conditional based upon whether agreement includes both (1) one or more barriers that must be overcome before the Association is entitled to the assets transferred and promised and (2) a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets.

As of June 30, 2023 and 2022, \$7,462,000 and \$12,937,000, respectively, of cost reimbursement grants have not been received or recognized as revenue because qualifying expenditures have not yet been incurred.

Pledges Receivable

For discounting purposes, pledges receivable are classified as either collectible in one year or less or collectible in multiple years. Those receivables deemed collectible in one year or less are stated at their full face value. Those classified as multi-year pledges are stated at their net present value using a risk-adjusted discount rate assigned in the year the respective pledge originates and is not subsequently revised.

Use of Estimates

The preparation of consolidated financial statements in conformity 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 at the date of the consolidated financial statements. Estimates also affect the reported amounts of revenues and expenses during the reporting period. Although estimates are considered to be fairly stated at the time the estimates are made, actual results could differ from those estimates.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

Allowances for Uncollectible Amounts

The Association evaluates the collectability of its pledges receivable based on the length of time the receivable is outstanding, historical experience, and an assessment of business and economic conditions. The receivables are charged to the allowance for uncollectible amounts when they are deemed uncollectible.

Fair Value of Financial Instruments

U.S. GAAP defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the inputs used to measure fair value and specifies disclosure requirements for fair value measurements. Furthermore, the Association maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the observable inputs be used when available.

Observable inputs are inputs that market participants would use in pricing the asset or liability based on market data obtained from independent sources. Unobservable inputs reflect assumptions that market participants would use in pricing the asset or liability based on the best information available in the circumstances. The fair value hierarchy is broken down into three levels based on the transparency of inputs as follows:

- Level 1 - Quoted prices are available in active markets for identical assets or liabilities as of the report date. A quoted price for an identical asset or liability in an active market provides the most reliable fair value measurement because it is directly observable to the market.
- Level 2 - Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the report date. The nature of these securities includes investments for which quoted prices are available but that are traded less frequently and investments that are fair valued using other securities, the parameters of which can be directly observed.
- Level 3 - Assets that have little to no pricing observability as of the report date. These assets are measured using management's best estimate of fair value, where the inputs into the determination of fair value are not observable and require significant management judgment or estimation.

Inputs are used in applying the various valuation techniques and broadly refer to the assumptions that market participants use to make valuation decisions, including assumptions about risk. Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement; however, the determination of what constitutes observable requires significant judgment by the Association. The Association considers observable data to be market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorization of a financial instrument within the fair value hierarchy is based on the pricing transparency of the instrument and does not necessarily correspond to the Association's perceived risk of that instrument.

Valuation of Investments and Financial Instruments

Investments with values that are based on quoted market prices in active markets classified within Level 1 include active listed equities, fixed income funds, and real estate investment trusts, as well as assets held in trust - mutual funds.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

Investments that trade in markets that are not considered to be active, but that are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs, are classified within Level 2. Level 2 investments include U.S. government agency securities.

Investments and financial instruments classified within Level 3 have significant unobservable inputs, as they trade infrequently or not at all. The valuation of the beneficial interest in the split-interest agreements and perpetual trusts fall under Level 3, as there are no significant observable inputs. The trust valuations are based on assumptions about the present value of distributions to be received from the trusts.

The inputs used by the Association in estimating the Level 3 beneficial interest in the split-interest agreements and perpetual trusts include mark-to-market adjustments, annuitant life expectancy and future asset growth. Assumptions used by the Association due to the lack of observable inputs may significantly impact the resulting fair value of the investments, beneficial interest in the split-interest agreements and perpetual trusts and, therefore, the Association's changes in net assets.

In the absence of readily ascertainable market values, investments that do not have quoted market prices available were based on each funds' respective net asset value (NAV) and were supplied by management of the funds.

Cash and Cash Equivalents

Cash and cash equivalents consist of cash and certificates of deposit with short-term maturities of three months or less.

Assets Held in Trust

Investments held in trust are carried at fair value. The investments represent contributions to 457(b) plans for key employees. See Note G for additional information about the terms of these plans.

Fixed Assets

Building, furniture, equipment and leasehold improvements are stated at cost or, if donated, at fair value at the date of donation. The Association capitalizes individual purchases greater than \$2,500. Depreciation on furniture and equipment is provided on a straight-line basis over the estimated useful lives (three to seven years) of the assets. Depreciation on the building or building improvements are provided on a straight-line basis over the estimated useful life (up to 39 years). Amortization of leasehold improvements is provided on a straight-line basis for the remaining life of the lease.

Leases

The Association has operating lease agreements for office space, storage space and office equipment expiring in various years through 2032. Certain operating leases provide for renewal options for periods from 1 to 10 years. Additionally, certain operating leases provide the option to terminate a lease early upon approval of both the lessor and lessee. In some cases, the Association is required to make additional payments under facility operating leases for taxes, insurance and other operating expenses incurred during the operating lease period. The Association determines if a contract contains a lease when the contract conveys the right to control the use of identified property, plant or equipment for a period of time in exchange for consideration. Upon such identification and commencement of a lease, the Association establishes a right-of-use (ROU) operating asset and an operating lease obligation in the consolidated statements of financial position.

A lease component is defined as an asset within the lease contract that a lessee can benefit from the use of and is not highly dependent or interrelated with other assets in the arrangement. A lease contract may contain multiple lease components. A non-lease component is defined as a component of the lease that

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

transfers a good or service for the underlying asset, such as maintenance services. The Association has not elected to use the practical expedient to include both the lease component and the non-lease component as a single component when accounting for each lease and calculating the resulting lease liability and ROU asset. Any remaining contract consideration, such as property taxes and insurance, that does not meet the definition of a lease component or non-lease component would be allocated to the single lease component based on the election.

The lease liability represents future lease payments for lease and non-lease components discounted for present value. Lease payments that may be included in the lease liability include fixed payments, variable lease payments that are based on an index or rate and payments for penalties for terminating the lease if the lessee is reasonably certain to use a termination option, among others. Certain leases contain rent escalation clauses that are specifically stated in the lease and these are included in the calculation of the lease liability. Variable lease payments for lease and non-lease components which are not based on an index or rate are excluded from the calculation of the lease liability and are recognized in the consolidated statements of activities during the period incurred.

The ROU asset consists of the amount of the initial measurement of the lease liability and adjusted for any lease incentives, including rent abatements and tenant improvement allowances, and any initial direct costs incurred by the lessee. The ROU asset is amortized over the remaining lease term on a straight-line basis.

The lease term is determined by taking into account the initial period as stated in the lease contract and adjusted for any renewal options that the Association is reasonably certain to exercise as well as any period of time that the lessee has control of the space before the stated initial term of the lease.

The Association has elected to use a risk-free rate to determine the net present value of gross lease obligations when calculating the lease liability and related ROU asset. The risk-free rate is determined at lease commencement or lease modification and represents the 10-year treasury rate.

Grants Payable

The Association awards research grants generally covering a period of one to four years. Grant expense is recorded as an unconditional promise to give upon approval of the grant and notification to the grantee.

Committed grant expenditures are considered incurred at the time of approval provided the grant has no specified conditions to be met in a future period. For conditional grants, the grant expenditure and liability are recognized and recorded in the accounting period when the Association determines that the specified conditions are met.

Contract Liability

Revenue received for events and conferences to be held in a subsequent period are recognized as a contract liability. These revenues are recorded in the period in which the event or conference is held.

Advertising Expense

Advertising expense is recorded in the period in which the advertising first takes place. Advertising expenses were approximately \$16,956,000 and \$27,912,000 for the years ended June 30, 2023 and 2022, respectively.

Functional Expenses

The costs of providing program and other activities have been summarized on a functional basis in the consolidated statements of activities. Accordingly, certain categories of expenses are attributable to more

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

than one program or supporting function. Therefore, these expenses require allocation on a reasonable basis that is consistently applied. Such allocations are determined by management on an equitable basis.

The expenses that are allocated and their method of allocation include the following:

<u>Expense</u>	<u>Method of Allocation</u>
Salaries and related benefits	Time and effort
Grants and funded research	Time and effort
Professional fees and consultants	Time and effort
Telephone, postage and supplies	Time and effort
Occupancy	Time and effort
Conferences and meetings	Time and effort
Printing and promotions	Time and effort
Miscellaneous	Time and effort
Depreciation	Time and effort

Income Taxes

The Association and AIM have received favorable determination letters from the Internal Revenue Service stating that they are exempt from federal income taxes under the provisions of Section 501(a) of the Internal Revenue Code of 1986 (IRC), as organizations described in Sections 501(c)(3) and 501(c)(4), respectively, except for income taxes pertaining to unrelated business income. AIMPAC is a political action committee organization exempt from federal taxes under Section 527 of the IRC. The Alzheimer's Association International is a not-for-profit Canadian entity. The Coalition is a not-for-profit organization exempt from federal income tax under Section 501(c)(3) of the IRC and has not been classified as a private foundation; therefore, no provision for income taxes has been made in the consolidated financial statements.

FASB issued guidance that requires tax effects from uncertain tax positions to be recognized in the consolidated financial statements only if the position is more likely than not to be sustained if the position were to be challenged by a taxing authority. Management has determined there are no material uncertain tax positions that require recognition in the consolidated financial statements and, as such, no provision for income taxes is reflected. Additionally, there are no interest or penalties recognized in the consolidated statements of activities or statements of financial position.

New Accounting Pronouncement

In February 2016, the FASB issued Accounting Standards Update (ASU) 2016-02, *Leases (Topic 842)*, which requires organizations that lease assets (lessees) to recognize the assets and related liabilities for the rights and obligations created by the leases on the statements of financial position for leases with terms exceeding 12 months. ASU 2016-02 defines a lease as a contract or part of a contract that conveys the right to control the use of identified assets for a period of time in exchange for consideration. The lessee in a lease will be required to initially measure the ROU asset and the lease liability at the present value of the remaining lease payments, as well as capitalize initial direct costs as part of the ROU asset. The Association adopted ASU 2016-02 for the year ending June 30, 2023 using the current period adjustment method resulting in a ROU asset and lease liability of \$43,988,000 upon adoption.

NOTE C - AVAILABILITY AND LIQUIDITY

The Association regularly monitors the availability of resources required to meet its operating needs and other commitments, while also striving to maximize the investment of its available funds. The following

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

represents the Association's financial assets available to meet general expenditures within one year at June 30, (dollars in thousands):

	2023	2022
Financial assets at year end:		
Cash and cash equivalents	\$ 33,805	\$ 34,572
Pledges receivable, net	70,014	65,767
Other receivables	9,127	7,215
Investments	293,712	318,371
Total financial assets	406,658	425,925
Less: amounts not available to be used within one year		
Charitable gift annuities	(14,500)	(12,671)
Illiquid investments	(2,190)	-
Net assets with donor restrictions	(147,872)	(137,174)
Add: net assets with donor restrictions to be met in less than a year	70,179	69,719
Total financial assets not available to be used within one year	(94,383)	(80,126)
Financial assets available to meet general expenditures within one year	\$ 312,275	\$ 345,799

The Association's goal is generally to maintain financial assets without donor restrictions to meet a minimum of 90 days of operating expenses and maintain liquidity sufficient to meet obligations as they arise over time.

NOTE D - PLEDGES RECEIVABLE

Pledges receivable, net of estimated uncollectible amounts and discounted to present value, are due to be collected as follows at June 30, (dollars in thousands):

	2023	2022
Less than one year	\$ 51,448	\$ 43,488
One to five years	21,779	25,397
Over five years	25	25
Total pledges receivable	73,252	68,910
Less:		
Unamortized discount	(530)	(499)
Allowance for uncollectible amount	(2,708)	(2,644)
Pledges receivable, net	\$ 70,014	\$ 65,767

As of June 30, 2023 and 2022, discount rates on pledges receivable ranged from 0.653% to 2.894% and 0.653% to 2.847%, respectively.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE E - INVESTMENTS

The fair value of investments is as follows at June 30, (dollars in thousands):

	2023	2022
Short-term reserves and cash	\$ 3,756	\$ 3,656
Fixed income funds	123,327	158,312
Equity funds	142,846	135,946
Real estate investment trusts	8,764	9,148
U.S. government agency securities	1,202	380
Limited partnership	5,825	5,226
Commingled trust fund	5,802	5,703
Private equity	2,190	-
Total	<u>\$ 293,712</u>	<u>\$ 318,371</u>

Investment fees incurred totaled approximately \$1,057,000 and \$270,000 for the years ended June 30, 2023 and 2022, respectively, which were netted with dividends and interest income.

NOTE F - FAIR VALUE OF FINANCIAL INSTRUMENTS

Investments in limited partnerships, commingled trust funds, and private equity are generally valued at NAV which is an estimated fair value based on their proportionate share of the funds' fair value as recorded in the funds' audited financial statements. These funds allocate gains, losses and expenses to the partners based on the ownership percentage as described in the partnership agreements.

Investment in commingled fund has no unfunded commitments or redemption restrictions as of June 30, 2023 and 2022. Investment in limited partnership, has no unfunded commitments as of June 30, 2023 and 2022. Redemptions from the limited partnership are allowed at the last day of each month, upon at least a 15 day's prior written notice. Investment in private equity fund has an unfunded commitment of \$8,244,000 and \$0 as of June 30, 2023 and 2022, respectively. Redemptions from private equity fund are not allowed at this time.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

The following table summarizes assets by fair value hierarchy levels as of June 30, (dollars in thousands):

	2023			
	Level 1	Level 2	Level 3	Total
Short-term reserves and cash	\$ 3,756	\$ -	\$ -	\$ 3,756
Fixed income funds	123,327	-	-	123,327
Equity funds	142,846	-	-	142,846
Real estate investment trusts	8,764	-	-	8,764
Assets held in trust - mutual funds	46	-	-	46
U.S. government agency securities	-	1,202	-	1,202
Beneficial interest in split-interest agreements	-	-	6,432	6,432
Beneficial interest in perpetual trusts	-	-	28,567	28,567
Total	<u>\$ 278,739</u>	<u>\$ 1,202</u>	<u>\$ 34,999</u>	\$ 314,940
Investments reported at NAV				
Limited partnership				5,825
Commingled trust fund				5,802
Private equity				2,190
Total				<u>\$ 328,757</u>
	2022			
	Level 1	Level 2	Level 3	Total
Short-term reserves and cash	\$ 3,656	\$ -	\$ -	\$ 3,656
Fixed income funds	158,312	-	-	158,312
Equity funds	135,946	-	-	135,946
Real estate investment trusts	9,148	-	-	9,148
Assets held in trust - mutual funds	290	-	-	290
U.S. government agency securities	-	380	-	380
Beneficial interest in split-interest agreements	-	-	7,035	7,035
Beneficial interest in perpetual trusts	-	-	27,908	27,908
Total	<u>\$ 307,352</u>	<u>\$ 380</u>	<u>\$ 34,943</u>	342,675
Investments reported at NAV				
Limited partnership				5,226
Commingled trust fund				5,703
Total				<u>\$ 353,604</u>

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

The following table summarizes the changes in fair values associated with Level 3 assets (dollars in thousands):

	Beneficial Interest in Split-Interest Agreements	Beneficial Interest in Perpetual Trusts	Total
Balance, June 30, 2021	\$ 7,458	\$ 31,483	\$ 38,941
Additions	-	66	66
Unrealized losses	(248)	(3,641)	(3,889)
Payments	(175)	-	(175)
Balance, June 30, 2022	7,035	27,908	34,943
Additions	-	89	89
Unrealized (losses) gains	(490)	570	80
Payments	(113)	-	(113)
Balance, June 30, 2023	<u>\$ 6,432</u>	<u>\$ 28,567</u>	<u>\$ 34,999</u>

NOTE G - DEFERRED COMPENSATION

The Association maintains a 457(f) deferred compensation plan for key employees, which provides that 7% of the participant's applicable base salary be accrued for the benefit of the participant on an annual basis for as long as they are employed by the Association. The amounts of \$247,000 and \$184,000 due under the plan was accrued and included in deferred compensation payable at June 30, 2023 and 2022, respectively.

The Association also maintains 457(b) deferred compensation plans for key employees, which provide that a certain percentage of the key employee's salary be accrued for the benefit of the participant. These plans are provided for currently. The plans incurred market gains of \$16,000 and market losses of \$49,000 for the years ended June 30, 2023 and 2022, respectively. The related investments are included in assets held in trust on the accompanying consolidated statements of financial position.

Deferred compensation payables at June 30 are as follows (dollars in thousands):

	2023	2022
457(f) plans	\$ 776	\$ 756
457(b) plans	46	290
Deferred compensation payable	<u>\$ 822</u>	<u>\$ 1,046</u>

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE H - FIXED ASSETS

Fixed assets and the related accumulated depreciation were as follows as of June 30, (dollars in thousands):

	2023	2022
Land and building	\$ 1,981	\$ 2,290
Leasehold improvements	11,629	11,783
Equipment and software	33,574	19,302
Furniture and fixtures	4,623	4,571
Total fixed assets	51,807	37,946
Less: accumulated depreciation	(29,522)	(26,485)
Assets not yet placed in service	259	11,587
Fixed assets, net	\$ 22,544	\$ 23,048

NOTE I - PERPETUAL TRUSTS AND SPLIT-INTEREST AGREEMENTS

The Association is a beneficiary of perpetual trusts administered by independent organizations. Under the terms of the trusts, the Association has irrevocable rights to receive portions of the income earned on the trust assets in perpetuity. The Association's beneficial interest in the perpetual trusts, at fair value, totaled approximately \$28,567,000 and \$27,908,000 at June 30, 2023 and 2022, respectively.

The Association received a life estate in which a donor contributed real estate to the Association in exchange for the donor retaining the right to use the real estate until their death. The life estate is valued at a fair value of \$1,515,000 at June 30, 2023 and 2022, respectively.

The Association is the beneficiary of charitable lead and remainder trust agreements held by independent trustees and the Association. Under the terms of the agreements, the Association has an unconditional right to receive all or a portion of specified cash flows from the agreements. The agreements are valued at fair value based on expected future cash flows and discounted present value at a risk-adjusted rate. As of June 30, 2023 and 2022, the Association applied a discount rate of 2.894% and 1.48%, respectively. The Association's beneficial interest is approximately \$4,917,000 and \$5,520,000 at June 30, 2023 and 2022, respectively.

The Association also has charitable gift annuity arrangements in which donors have contributed assets to the Association in exchange for a promise to pay a fixed amount for a specified period of time back to the donor. Gift annuity obligations represent the present value of future cash flows expected to be paid by the Association to the donors under these arrangements. Gift annuity liabilities of approximately \$5,897,000 and \$5,473,000 at June 30, 2023 and 2022, respectively, are reported in the consolidated statements of financial position. The required reserves of approximately \$14,500,000 and \$12,671,000 at June 30, 2023 and 2022, respectively, have been segregated in separate accounts and are recorded in investments in the consolidated statements of financial position, the use of which is limited to meeting the gift annuity obligations.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE J - SELF-INSURANCE RESERVE

The Association maintains a self-insured program for medical coverage as part of its employee benefits plan. Blue Cross Blue Shield provides claims administration as well as both individual and aggregate stop-loss coverage. Funding for this program is obtained through both employee and employer contributions for medical coverage and through earnings on designated assets held to pay claims. As of June 30, 2023 and 2022, the actuarially determined liability associated with this program was approximately \$1,469,000 and \$1,713,000, respectively, and is determined as an estimated liability for self-insured claims in the accompanying consolidated statements of financial position.

NOTE K - GRANTS PAYABLE

Grants payable are discounted to present value. They were due to be disbursed as follows at June 30, (dollars in thousands):

	2023	2022
Less than one year	\$ 86,622	\$ 78,611
One to five years	34,210	35,401
Total grants payable	120,832	114,012
Less: unamortized discount	(1,117)	(648)
Grants payable, net	\$ 119,715	\$ 113,364

As of June 30, 2023 and 2022, discount rates on grants payable ranged from 0.653% to 2.894% and 0.653% to 2.847%, respectively.

NOTE L - CONTRIBUTIONS OF NONFINANCIAL ASSETS

The Association received contributions of nonfinancial assets comprised of gifts-in-kind, contributed services and digital assets. Gifts-in-kind and contributed services are reflected as expenses and contributions without donor restrictions at their estimated fair value at the date of the gift or the service. Digital assets are reflected as contributions, for which \$0 and \$51,000 were research restricted for the years ending June 30, 2023 and 2022, respectively, and are sold immediately upon receipt making the sale price the current fair market value.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

The Association received these contributions of nonfinancial assets as follows for the years ended June 30, (dollars in thousands):

	2023	2022	Usage in program/activities
Gifts-in-kind:			
Fundraising items	\$ 1,913	\$ 1,107	Auction items, advertising and other
Other	37	35	All activities
Contributed services:			
Research grant proposal review	2,905	3,672	Research grants
Alzheimer's Association International			
Conference abstract review	918	-	Conference
Program services	5,303	3,396	Program delivery and volunteer outreach/training
Digital assets:			
Cryptocurrency	6	347	All activities
Total contributions of nonfinancial assets	<u>\$ 11,082</u>	<u>\$ 8,557</u>	

NOTE M - ALLOCATION OF JOINT COSTS

For the years ended June 30, 2023 and 2022, the Association incurred expenses of approximately \$20,747,000 and \$20,714,000, respectively, related to the distribution of informational materials that included fundraising appeals. The Association allocated these costs as follows for the years ended June 30, (dollars in thousands):

	2023	2022
Concern and awareness	\$ 11,453	\$ 11,403
Fundraising	5,979	6,006
Management and general	3,315	3,305
Total	<u>\$ 20,747</u>	<u>\$ 20,714</u>

NOTE N - RETIREMENT PLAN

The Association has a defined contribution retirement plan covering all eligible employees. The Association contributes a 3% safe harbor contribution to eligible employees upon date of hire and may make a 3% discretionary non-elective contribution to the defined contribution plan. The Association also matches 100% of an employee's elected deferral up to 5% of the employee's eligible compensation, or as limited by law.

The Association's policy is to fund retirement plan costs as they are accrued. Contribution expense related to the defined contribution plan totaled approximately \$14,990,000 and \$13,369,000 for the years ended June 30, 2023 and 2022, respectively.

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE O - OPERATING LEASES

The Association currently has a 13-year operating lease agreement for office space in Chicago, Illinois, that expires on March 31, 2030. The lease agreement includes a renewal option which, due to uncertainty, has not been included in the lease term. This lease agreement includes inducements totaling approximately \$4,958,000 for leasehold improvements. The lease inducements are reflected in the ROU asset as of June 30, 2023 and deferred rent as of June 30, 2022 in the accompanying consolidated statements of financial position and are being amortized on a straight-line basis over the term of the lease agreement. The lease agreement included approximately \$1,589,000 in rent abatement through March 2019.

The Association currently has an 11-year operating lease agreement for office space in Washington, D.C., that expires on June 30, 2032. The lease agreement includes a renewal option which, due to uncertainty, has not been included in the lease term. The lease agreement contains provisions for future rent increases that are included in the future minimum lease payments below and are amortized using the straight-line method over the lease terms.

The Association has also entered into 178 leases for its chapters. The leases have a remaining term that range in length from two to 95 months. The lease agreements contain renewal options which, due to uncertainty, have not been included in the lease terms. The lease agreements contain provisions for future rent increases that are included in the future minimum lease payments below and are amortized using the straight-line method over the lease terms.

Components of lease expense for the year ended June 30, 2023 is summarized as follows (dollars in thousands):

	<u>2023</u>
Fixed lease expenses	\$ 10,880
Variable lease expenses	2,339
Short-term lease expenses	<u>1,159</u>
Total lease expenses	<u>\$ 14,378</u>

Lease expense represents the amount recorded within the consolidated statement of activities. Variable and short-term lease amounts represent expenses recognized as incurred which are not included in the lease liability. Fixed lease expenses are recorded on a straight-line basis over the lease term and therefore are not necessarily representative of cash payments during the same period.

Supplemental consolidated statement of financial position information related to leases at June 30, 2023 was as follows:

Weighted average remaining lease term (in years)	5.6
Weighted average discount rate	2.96%

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

Future rental commitments as of June 30, 2023, for all non-cancelable operating leases are as follows (dollars in thousands):

<u>Years Ending June 30,</u>	
2024	\$ 12,228
2025	10,413
2026	9,573
2027	8,187
2028	6,593
Thereafter	<u>11,869</u>
Total minimum lease payments	58,863
Less: imputed interest	<u>(10,616)</u>
Present value of future minimum lease payments	<u>\$ 48,247</u>

Future rental commitments as of June 30, 2022, for all non-cancelable operating leases are as follows (dollars in thousands):

<u>Years Ending June 30,</u>	
2023	\$ 13,423
2024	11,727
2025	10,157
2026	8,644
2027	7,164
Thereafter	<u>14,789</u>
Total	<u>\$ 65,904</u>

NOTE P - NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes at June 30, (dollars in thousands):

	<u>2023</u>	<u>2022</u>
Research	\$ 58,236	\$ 43,917
Programs	26,006	25,848
Time restricted	18,924	23,525
Investments (in perpetuity)	<u>44,706</u>	<u>43,884</u>
Total net assets with donor restrictions	<u>\$ 147,872</u>	<u>\$ 137,174</u>

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

NOTE Q - NET ASSETS RELEASED FROM RESTRICTIONS

Net assets were released from donor restrictions by incurring expenses satisfying the restricted purposes or by occurrence of other events specified by the donors as follows for the years ended June 30, (dollars in thousands):

	2023	2022
Purpose restrictions accomplished		
Research	\$ 44,526	\$ 40,133
Programs	20,277	22,988
Time restricted	4,377	7,807
Total net assets released from restrictions	\$ 69,180	\$ 70,928

NOTE R - ENDOWMENT NET ASSETS

A portion of the net assets with donor restrictions are restricted as investments in perpetuity. The Association's endowment only consists of donor-restricted endowment funds. Net assets associated with the Association's endowment funds are classified and reported based on the existence of donor-imposed restrictions. Donors restrict the earnings of certain of the Association's endowment funds to fund the Association's research program. In accordance with donor stipulations, the income generated from these assets is restricted for research (approximately 56%) or not purpose restricted (approximately 44%).

The Association accounts for endowment net assets by preserving the fair value of the original gift as of the gift date of the donor-restricted endowment fund absent explicit donor stipulations to the contrary. As a result, the Association classifies as net assets with donor restrictions (1) the original value of gifts donated to the permanent endowment, (2) the original value of subsequent gifts to the permanent endowment and (3) accumulations to the permanent endowment made in accordance with the direction of the applicable donor gift instrument at the time the accumulation is added to the endowment fund. The Association considers the following factors in making a determination to appropriate or accumulate donor-restricted endowment funds:

- The duration and preservation of the fund;
- The purposes of the Association and the donor-restricted endowment fund;
- General economic conditions;
- The possible effects of inflation and deflation;
- The expected total return from income and the appreciation of investments;
- Other resources of the Association; and
- The investment policies of the Association.

The Association has adopted an investment policy that attempts to provide a predictable stream of funding to programs supported by its endowment while seeking to maintain the purchasing power of the endowment assets. As of June 30, 2023 and 2022, endowment assets only include those assets of donor-restricted funds that the Association must hold in perpetuity, as the Association does not have any board-designated endowment funds. Under this policy, as approved by the board of directors, the endowment assets are invested in a manner that is intended to provide adequate liquidity, maximizing returns on all funds invested and achieving full employment of all available funds as earning assets. The Association has an active

Alzheimer's Association

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS - CONTINUED

June 30, 2023 and 2022

finance committee and investment sub-committee that meets regularly to ensure that the objectives of the investment policy are met, and that the strategies used to meet the objectives are in accordance with the investment policy. The Association's policy is to appropriate spending amounts deemed prudent for donor-restricted funds.

Changes in endowment net assets for the years ended June 30, 2023 and 2022 are as follows (dollars in thousands):

Endowment net assets, June 30, 2021	\$	16,034
New gifts		3
Dividends and interest		1,088
Net return		(3,200)
Appropriation		2,112
Endowment net assets, June 30, 2022		16,037
New gifts		96
Dividends and interest		667
Net return		(805)
Appropriation		138
Endowment net assets, June 30, 2023	\$	16,133

From time to time, the fair value of assets associated with individual donor-restricted endowment funds may fall below the level that the donor or state law requires the Association to retain as a fund of perpetual duration. Deficiencies of this nature are reported in net assets with donor restrictions. There were no deficiencies as of June 30, 2023 or 2022.

NOTE S - CONCENTRATION OF CREDIT RISK

Certain financial instruments subject the Association to credit risk. Those financial instruments consist primarily of cash, accounts receivable, beneficial interest in split-interest agreements and investments. The Association maintains its cash balance in financial institutions, which at times may exceed federally insured limits. The Association has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk on cash. Concentration of credit risk with respect to receivables is limited due to the large number of accounts and low average balances due. Concentration of credit risk with respect to the beneficial interest in split-interest agreements is limited through the diversification of the trust assets. The Association's investment policy also stipulates appropriate diversification of investment balances. As of June 30, 2023 and 2022, the Association had no significant concentration of credit risk in investments.

NOTE T - SUBSEQUENT EVENTS

The Association evaluated its June 30, 2023 consolidated financial statements for subsequent events through October 23, 2023, the date the consolidated financial statements were available to be issued. The Association is not aware of any subsequent events that would require recognition or disclosure in the consolidated financial statements.

SUPPLEMENTARY INFORMATION

Alzheimer's Association

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

June 30, 2023
(In thousands)

	Alzheimer's Association	AIM	AIMPAC	Alzheimer's Association International	Coalition of New York State Alzheimer's Association Chapters	Eliminations	Consolidated
ASSETS							
Cash and cash equivalents	\$ 33,005	\$ 539	\$ 93	\$ 34	\$ 134	\$ -	\$ 33,805
Pledges receivable, net	69,914	100	-	-	-	-	70,014
Other receivables	9,282	-	1	-	2,009	(2,165)	9,127
Inventories of education materials, at cost	1,140	-	-	-	-	-	1,140
Investments	293,712	-	-	-	-	-	293,712
Prepaid expenses	6,879	11	-	-	-	-	6,890
Assets held in trust	46	-	-	-	-	-	46
Fixed assets, net	22,544	-	-	-	-	-	22,544
Right-of-use operating assets	40,680	-	-	-	-	-	40,680
Beneficial interest in split-interest agreements	6,432	-	-	-	-	-	6,432
Beneficial interest in perpetual trusts	28,567	-	-	-	-	-	28,567
Other assets	770	-	-	-	-	-	770
Total assets	<u>\$ 512,971</u>	<u>\$ 650</u>	<u>\$ 94</u>	<u>\$ 34</u>	<u>\$ 2,143</u>	<u>\$ (2,165)</u>	<u>\$ 513,727</u>
LIABILITIES AND NET ASSETS							
Liabilities							
Accounts payable	\$ 9,254	\$ 114	\$ 5	\$ -	\$ 2,014	\$ (2,165)	\$ 9,222
Grants payable, net	119,715	-	-	-	-	-	119,715
Deferred compensation payable	822	-	-	-	-	-	822
Accrued expenses and other liabilities	29,270	-	-	-	-	-	29,270
Self-insurance reserve	1,469	-	-	-	-	-	1,469
Gift annuity obligations	5,897	-	-	-	-	-	5,897
Contract liability	5,329	-	-	-	-	-	5,329
Operating lease obligations	48,247	-	-	-	-	-	48,247
Total liabilities	220,003	114	5	-	2,014	(2,165)	219,971
Net assets							
Without donor restrictions	145,096	536	89	34	129	-	145,884
With donor restrictions	147,872	-	-	-	-	-	147,872
Total net assets	292,968	536	89	34	129	-	293,756
Total liabilities and net assets	<u>\$ 512,971</u>	<u>\$ 650</u>	<u>\$ 94</u>	<u>\$ 34</u>	<u>\$ 2,143</u>	<u>\$ (2,165)</u>	<u>\$ 513,727</u>

Alzheimer's Association

CONSOLIDATING STATEMENT OF FINANCIAL POSITION

June 30, 2022
(In thousands)

	Alzheimer's Association	AIM	AIMPAC	Alzheimer's Association International	Coalition of New York State Alzheimer's Association Chapters	Eliminations	Consolidated
ASSETS							
Cash and cash equivalents	\$ 33,252	\$ 575	\$ 163	\$ 25	\$ 557	\$ -	\$ 34,572
Pledges receivable, net	65,618	149	-	-	-	-	65,767
Other receivables	7,843	22	1	-	673	(1,324)	7,215
Inventories of education materials, at cost	994	-	-	-	-	-	994
Investments	318,371	-	-	-	-	-	318,371
Prepaid expenses	7,885	9	-	-	-	-	7,894
Assets held in trust	290	-	-	-	-	-	290
Fixed assets, net	23,048	-	-	-	-	-	23,048
Beneficial interest in split-interest agreements	7,035	-	-	-	-	-	7,035
Beneficial interest in perpetual trusts	27,908	-	-	-	-	-	27,908
Other assets	791	-	-	-	-	-	791
Total assets	\$ 493,035	\$ 755	\$ 164	\$ 25	\$ 1,230	\$ (1,324)	\$ 493,885
LIABILITIES AND NET ASSETS							
Liabilities							
Accounts payable	\$ 12,852	\$ 189	\$ 20	\$ -	\$ 1,101	\$ (1,324)	\$ 12,838
Grants payable, net	113,364	-	-	-	-	-	113,364
Deferred compensation payable	1,046	-	-	-	-	-	1,046
Accrued expenses and other liabilities	27,226	-	-	-	-	-	27,226
Self-insurance reserve	1,713	-	-	-	-	-	1,713
Gift annuity obligations	5,473	-	-	-	-	-	5,473
Contract liability	3,138	-	-	-	-	-	3,138
Deferred rent	8,355	-	-	-	-	-	8,355
Total liabilities	173,167	189	20	-	1,101	(1,324)	173,153
Net assets							
Without donor restrictions	182,694	566	144	25	129	-	183,558
With donor restrictions	137,174	-	-	-	-	-	137,174
Total net assets	319,868	566	144	25	129	-	320,732
Total liabilities and net assets	\$ 493,035	\$ 755	\$ 164	\$ 25	\$ 1,230	\$ (1,324)	\$ 493,885

Alzheimer's Association
CONSOLIDATING STATEMENTS OF ACTIVITIES
Year ended June 30, 2023
(In thousands)

	Home Office	Alabama	Alaska	Aloha	Arkansas	California Central Coast	California Southland	Capital of Texas	Central & North Florida	Central & Western Kansas	Central & Western Virginia	Central New York
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 219,716	\$ 1,431	\$ 86	\$ 963	\$ 478	\$ 1,425	\$ 3,951	\$ 1,135	\$ 2,396	\$ 637	\$ 803	\$ 3,053
Non-financial assets	9,136	7	-	-	2	8	222	-	284	6	-	-
Conference registration and other	4,519	-	1	1	-	(5)	20	-	38	433	6	78
Dividends and interest, net of investment-related expenses	6,808	-	-	90	-	206	-	-	11	-	-	4
Total revenues, gains and other support	240,179	1,438	87	1,054	480	1,634	4,193	1,135	2,729	1,076	809	3,135
Expenses												
Program services												
Care, support and risk reduction	56,162	370	103	417	274	623	1,644	326	933	373	300	937
Research	100,125	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	53,331	350	98	395	259	589	1,556	309	883	353	284	887
Diversity, equity, and inclusion	4,500	30	8	33	22	50	132	26	75	30	24	75
Public policy	13,197	87	24	98	65	147	387	77	220	88	71	221
Mission engagement	2,411	-	-	-	-	-	-	-	-	-	-	-
Total program services	229,726	837	233	943	620	1,409	3,719	738	2,111	844	679	2,120
Supporting services												
Fundraising	40,380	259	73	293	192	437	1,153	229	654	262	211	657
Management and general	8,391	62	17	70	46	104	274	54	156	62	50	156
Total supporting services	48,771	321	90	363	238	541	1,427	283	810	324	261	813
Total expenses	278,497	1,158	323	1,306	858	1,950	5,146	1,021	2,921	1,168	940	2,933
Excess (deficiency) from operations	(38,318)	280	(236)	(252)	(378)	(316)	(953)	114	(192)	(92)	(131)	202
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	13,508	-	-	(5)	-	12	-	-	7	-	-	-
Change in value of split-interest agreements	(779)	-	-	-	-	-	-	-	-	-	31	-
Change in value of perpetual trusts	482	-	-	-	-	258	-	-	1	-	2	-
Bad debt expense	(513)	(15)	-	(1)	-	-	(17)	-	(6)	-	-	-
Total other changes in net assets	12,698	(15)	-	(6)	-	270	(17)	-	2	-	33	-
Change in net assets	\$ (25,620)	\$ 265	\$ (236)	\$ (258)	\$ (378)	\$ (46)	\$ (970)	\$ 114	\$ (190)	\$ (92)	\$ (98)	\$ 202

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	Central Ohio	Cleveland Area	Colorado	Connecticut	Dallas & NE Texas	Delaware Valley	Desert Southwest	Eastern North Carolina	Florida Gulf Coast	Georgia	Greater Cincinnati	Greater East Ohio Area
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 1,651	\$ 2,644	\$ 4,890	\$ 3,931	\$ 2,333	\$ 3,537	\$ 3,023	\$ 2,158	\$ 2,938	\$ 4,357	\$ 1,963	\$ 1,543
Non-financial assets	-	30	-	60	3	-	17	-	36	133	7	-
Conference registration and other	28	64	104	124	35	39	31	-	34	237	27	1
Dividends and interest, net of investment-related expenses	5	54	59	13	-	80	70	-	72	-	53	15
Total revenues, gains and other support	1,684	2,792	5,053	4,128	2,371	3,656	3,141	2,158	3,080	4,727	2,050	1,559
Expenses												
Program services												
Care, support and risk reduction	561	676	1,476	1,021	707	1,133	1,267	318	1,030	1,298	618	308
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	531	639	1,397	966	670	1,073	1,199	301	975	1,229	585	292
Diversity, equity, and inclusion	45	54	118	82	57	91	101	26	83	104	49	25
Public policy	132	159	347	240	167	267	298	75	242	306	145	73
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	1,269	1,528	3,338	2,309	1,601	2,564	2,865	720	2,330	2,937	1,397	698
Supporting services												
Fundraising	393	474	1,035	716	496	795	888	223	722	910	433	216
Management and general	94	113	246	170	118	189	211	53	172	217	103	51
Total supporting services	487	587	1,281	886	614	984	1,099	276	894	1,127	536	267
Total expenses	1,756	2,115	4,619	3,195	2,215	3,548	3,964	996	3,224	4,064	1,933	965
Excess (deficiency) from operations	(72)	677	434	933	156	108	(823)	1,162	(144)	663	117	594
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	19	49	53	12	-	24	63	-	62	-	48	13
Change in value of split-interest agreements	-	-	-	-	-	(176)	-	-	-	6	-	-
Change in value of perpetual trusts	-	-	-	-	-	-	-	-	-	-	-	-
Bad debt expense	(6)	-	(3)	(41)	(1)	-	(1)	(2)	(9)	6	1	(1)
Total other changes in net assets	13	49	50	(29)	(1)	(152)	62	(2)	53	12	49	12
Change in net assets	<u>\$ (59)</u>	<u>\$ 726</u>	<u>\$ 484</u>	<u>\$ 904</u>	<u>\$ 155</u>	<u>\$ (44)</u>	<u>\$ (761)</u>	<u>\$ 1,160</u>	<u>\$ (91)</u>	<u>\$ 675</u>	<u>\$ 166</u>	<u>\$ 606</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	Greater Idaho	Greater Indiana	Greater Kentucky & Southern Indiana	Greater Maryland	Greater Michigan	Greater Missouri	Greater New Jersey	Greater Pennsylvania	Greater Richmond	Heart of America	Houston & SE Texas	Hudson Valley
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 471	\$ 3,737	\$ 1,847	\$ 2,604	\$ 3,972	\$ 3,694	\$ 2,429	\$ 2,672	\$ 1,266	\$ 1,141	\$ 3,092	\$ 4,011
Non-financial assets	-	15	-	51	119	21	-	-	-	6	50	-
Conference registration and other	-	28	52	200	154	130	-	19	4	7	56	1
Dividends and interest, net of investment-related expenses	-	79	-	56	55	165	-	110	2	-	90	5
	<u>471</u>	<u>3,859</u>	<u>1,899</u>	<u>2,911</u>	<u>4,300</u>	<u>4,010</u>	<u>2,429</u>	<u>2,801</u>	<u>1,272</u>	<u>1,154</u>	<u>3,288</u>	<u>4,017</u>
Expenses												
Program services												
Care, support and risk reduction	275	977	683	980	1,422	1,514	499	928	393	573	1,159	1,257
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	260	924	646	928	1,346	1,433	472	878	372	542	1,097	1,190
Diversity, equity, and inclusion	22	78	55	79	114	121	40	74	32	46	93	101
Public policy	65	230	161	231	335	356	117	218	93	135	273	296
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
	<u>622</u>	<u>2,209</u>	<u>1,545</u>	<u>2,218</u>	<u>3,217</u>	<u>3,424</u>	<u>1,128</u>	<u>2,098</u>	<u>890</u>	<u>1,296</u>	<u>2,622</u>	<u>2,844</u>
Supporting services												
Fundraising	193	685	479	687	997	1,061	350	650	276	402	812	881
Management and general	46	163	114	163	237	253	83	155	66	96	193	210
	<u>239</u>	<u>848</u>	<u>593</u>	<u>850</u>	<u>1,234</u>	<u>1,314</u>	<u>433</u>	<u>805</u>	<u>342</u>	<u>498</u>	<u>1,005</u>	<u>1,091</u>
Total expenses	<u>861</u>	<u>3,057</u>	<u>2,138</u>	<u>3,068</u>	<u>4,451</u>	<u>4,738</u>	<u>1,561</u>	<u>2,903</u>	<u>1,232</u>	<u>1,794</u>	<u>3,627</u>	<u>3,935</u>
Excess (deficiency) from operations	(390)	802	(239)	(157)	(151)	(728)	868	(102)	40	(640)	(339)	82
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	58	-	39	49	34	-	18	2	-	36	3
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	-	8	-	-	-	(34)	-	(77)	-	-	-	-
Bad debt expense	(3)	1	(1)	-	(1)	(65)	-	(2)	(11)	(4)	(26)	1
	<u>(3)</u>	<u>67</u>	<u>(1)</u>	<u>39</u>	<u>48</u>	<u>(65)</u>	<u>-</u>	<u>(61)</u>	<u>(9)</u>	<u>(4)</u>	<u>10</u>	<u>4</u>
Change in net assets	<u>\$ (393)</u>	<u>\$ 869</u>	<u>\$ (240)</u>	<u>\$ (118)</u>	<u>\$ (103)</u>	<u>\$ (793)</u>	<u>\$ 868</u>	<u>\$ (163)</u>	<u>\$ 31</u>	<u>\$ (644)</u>	<u>\$ (329)</u>	<u>\$ 86</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	Illinois	Iowa	Long Island	Louisiana	Maine	Massachusetts/ New Hampshire	Miami Valley	Michigan Great Lakes	Minnesota - North Dakota	Mississippi	Montana	National Capital Area
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 8,636	\$ 2,943	\$ 1,765	\$ 598	\$ 579	\$ 9,188	\$ 1,163	\$ 1,343	\$ 5,661	\$ 907	\$ 547	\$ 3,502
Non-financial assets	6	46	-	5	-	12	-	47	147	2	29	27
Conference registration and other	1,087	119	-	-	5	402	-	20	81	1	13	122
Dividends and interest, net of investment-related expenses	102	-	-	-	-	51	15	-	17	-	-	15
Total revenues, gains and other support	9,831	3,108	1,765	603	584	9,653	1,178	1,410	5,906	910	589	3,666
Expenses												
Program services												
Care, support and risk reduction	2,462	850	600	222	271	2,920	314	493	2,004	305	226	1,274
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	2,330	804	568	210	256	2,763	298	466	1,896	288	214	1,206
Diversity, equity, and inclusion	197	68	48	18	22	234	25	39	161	24	18	102
Public policy	579	200	141	52	64	687	74	116	472	72	53	300
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	5,568	1,922	1,357	502	613	6,604	711	1,114	4,533	689	511	2,882
Supporting services												
Fundraising	1,726	596	420	156	190	2,047	220	346	1,405	214	159	893
Management and general	411	142	100	37	45	487	52	82	334	51	38	212
Total supporting services	2,137	738	520	193	235	2,534	272	428	1,739	265	197	1,105
Total expenses	7,705	2,660	1,877	695	848	9,138	983	1,542	6,272	954	708	3,987
Excess (deficiency) from operations	2,126	448	(112)	(92)	(264)	515	195	(132)	(366)	(44)	(119)	(321)
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	94	-	-	-	-	46	14	-	5	-	-	22
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	-	15	-	-	-	-	-	-	-	-	-	-
Bad debt expense	(5)	(9)	-	(1)	(1)	(12)	(2)	(5)	(2)	-	(2)	(1)
Total other changes in net assets	89	6	-	(1)	(1)	34	12	(5)	3	-	(2)	21
Change in net assets	<u>\$ 2,215</u>	<u>\$ 454</u>	<u>\$ (112)</u>	<u>\$ (93)</u>	<u>\$ (265)</u>	<u>\$ 549</u>	<u>\$ 207</u>	<u>\$ (137)</u>	<u>\$ (363)</u>	<u>\$ (44)</u>	<u>\$ (121)</u>	<u>\$ (300)</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	Nebraska	New Mexico	New York City	North Central Texas	Northeastern New York	Northern California & Northern Nevada	Northwest Ohio	Oklahoma	Orange County	Oregon & SW Washington	Rhode Island	Rochester & Finger Lakes Region
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 860	\$ 1,631	\$ 4,166	\$ 1,960	\$ 1,822	\$ 12,547	\$ 853	\$ 2,429	\$ 1,564	\$ 1,590	\$ 866	\$ 2,112
Non-financial assets	6	27	115	82	-	13	5	4	28	-	8	7
Conference registration and other	13	38	24	44	102	322	1	60	15	52	47	67
Dividends and interest, net of investment-related expenses	-	2	-	46	-	104	-	43	-	-	-	37
Total revenues, gains and other support	879	1,698	4,305	2,132	1,924	12,986	859	2,536	1,607	1,642	921	2,223
Expenses												
Program services												
Care, support and risk reduction	398	627	1,532	843	643	4,086	373	801	693	751	313	856
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	377	593	1,450	798	609	3,867	353	758	656	711	297	810
Diversity, equity, and inclusion	32	50	123	68	52	327	30	64	56	60	25	69
Public policy	94	148	361	198	151	962	88	189	163	177	74	202
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	901	1,418	3,466	1,907	1,455	9,242	844	1,812	1,568	1,699	709	1,937
Supporting services												
Fundraising	279	439	1,074	591	451	2,864	261	562	486	527	220	600
Management and general	66	105	256	141	107	682	62	134	116	125	52	143
Total supporting services	345	544	1,330	732	558	3,546	323	696	602	652	272	743
Total expenses	1,246	1,962	4,796	2,639	2,013	12,788	1,167	2,508	2,170	2,351	981	2,680
Excess (deficiency) from operations	(367)	(264)	(491)	(507)	(89)	198	(308)	28	(563)	(709)	(60)	(457)
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	(2)	-	38	-	61	-	(27)	-	-	-	(20)
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	-	-	-	-	-	-	-	-	-	-	-	-
Bad debt expense	(4)	(2)	(12)	(1)	1	(11)	(1)	1	-	-	(1)	7
Total other changes in net assets	(4)	(4)	(12)	37	1	50	(1)	(26)	-	-	(1)	(13)
Change in net assets	\$ (371)	\$ (268)	\$ (503)	\$ (470)	\$ (88)	\$ 248	\$ (309)	\$ 2	\$ (563)	\$ (709)	\$ (61)	\$ (470)

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	San Antonio & South Texas	San Diego & Imperial	South Carolina	South Dakota	Southeast Florida	Southeastern Virginia	Tennessee	Utah	Vermont	Washington State	West Texas	West Virginia
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 1,255	\$ 1,121	\$ 2,776	\$ 295	\$ 3,806	\$ 1,009	\$ 2,468	\$ 816	\$ 506	\$ 5,011	\$ 844	\$ 553
Non-financial assets	13	17	15	-	64	-	-	51	20	11	-	-
Conference registration and other	19	(14)	14	-	-	52	97	-	9	30	1	-
Dividends and interest, net of investment-related expenses	-	-	20	-	159	28	18	-	-	-	-	-
Total revenues, gains and other support	1,287	1,124	2,825	295	4,029	1,089	2,583	867	535	5,052	845	553
Expenses												
Program services												
Care, support and risk reduction	646	663	696	185	869	324	802	408	271	1,559	393	260
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	612	628	658	175	823	306	759	386	257	1,476	372	246
Diversity, equity, and inclusion	52	53	56	15	70	26	64	33	22	125	32	21
Public policy	152	156	164	44	205	76	189	96	64	367	93	61
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	1,462	1,500	1,574	419	1,967	732	1,814	923	614	3,527	890	588
Supporting services												
Fundraising	453	465	488	130	610	227	562	286	190	1,093	276	182
Management and general	108	111	116	31	145	54	134	68	45	260	66	43
Total supporting services	561	576	604	161	755	281	696	354	235	1,353	342	225
Total expenses	2,023	2,076	2,178	580	2,722	1,013	2,510	1,277	849	4,880	1,232	813
Excess (deficiency) from operations	(736)	(952)	647	(285)	1,307	76	73	(410)	(314)	172	(387)	(260)
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	-	18	-	103	-	16	-	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	-	(99)	-	-	-	-	-	-
Change in value of perpetual trusts	-	-	-	-	(19)	-	-	-	-	-	-	-
Bad debt expense	(7)	(1)	(3)	-	(4)	(3)	(2)	(2)	-	(29)	(3)	(4)
Total other changes in net assets	(7)	(1)	15	-	80	(102)	14	(2)	-	(29)	(3)	(4)
Change in net assets	<u>\$ (743)</u>	<u>\$ (953)</u>	<u>\$ 662</u>	<u>\$ (285)</u>	<u>\$ 1,387</u>	<u>\$ (26)</u>	<u>\$ 87</u>	<u>\$ (412)</u>	<u>\$ (314)</u>	<u>\$ 143</u>	<u>\$ (390)</u>	<u>\$ (264)</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2023
(In thousands)

	Western Carolina	Western New York	Wisconsin	Wyoming	Total Alzheimer's Association	AIM	AIMPAC	Alzheimer's Association International	Coalition of New York State Alzheimer's Association Chapters	Eliminations	Consolidated
Revenues, gains and other support											
Contributions											
Cash and other financial assets	\$ 3,038	\$ 3,336	\$ 4,457	\$ 334	\$ 402,835	\$ 562	\$ 220	\$ 9	\$ 4,996	\$ (4,636)	\$ 403,986
Non-financial assets	45	-	17	-	11,082	-	-	-	-	-	11,082
Conference registration and other	40	15	152	-	9,516	9,857	-	-	-	(9,857)	9,516
Dividends and interest, net of investment-related expenses	24	21	7	-	8,811	-	-	-	1	-	8,812
	<u>3,147</u>	<u>3,372</u>	<u>4,633</u>	<u>334</u>	<u>432,244</u>	<u>10,419</u>	<u>220</u>	<u>9</u>	<u>4,997</u>	<u>(14,493)</u>	<u>433,396</u>
Total revenues, gains and other support	3,147	3,372	4,633	334	432,244	10,419	220	9	4,997	(14,493)	433,396
Expenses											
Program services											
Care, support and risk reduction	700	1,056	1,761	137	118,122	-	-	-	4,997	(4,636)	118,483
Research	-	-	-	-	100,125	-	-	-	-	-	100,125
Concern and awareness	662	999	1,667	130	111,973	-	-	-	-	-	111,973
Diversity, equity, and inclusion	56	85	141	11	9,469	-	-	-	-	-	9,469
Public policy	165	249	415	32	27,788	10,207	275	-	-	(9,857)	28,413
Mission engagement	-	-	-	-	2,411	-	-	-	-	-	2,411
	<u>1,583</u>	<u>2,389</u>	<u>3,984</u>	<u>310</u>	<u>369,888</u>	<u>10,207</u>	<u>275</u>	<u>-</u>	<u>4,997</u>	<u>(14,493)</u>	<u>370,874</u>
Total program services	1,583	2,389	3,984	310	369,888	10,207	275	-	4,997	(14,493)	370,874
Supporting services											
Fundraising	491	740	1,235	96	83,824	227	-	-	-	-	84,051
Management and general	117	176	294	23	18,729	15	-	-	-	-	18,744
	<u>608</u>	<u>916</u>	<u>1,529</u>	<u>119</u>	<u>102,553</u>	<u>242</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>102,795</u>
Total supporting services	608	916	1,529	119	102,553	242	-	-	-	-	102,795
Total expenses	<u>2,191</u>	<u>3,305</u>	<u>5,513</u>	<u>429</u>	<u>472,441</u>	<u>10,449</u>	<u>275</u>	<u>-</u>	<u>4,997</u>	<u>(14,493)</u>	<u>473,669</u>
Excess (deficiency) from operations	956	67	(880)	(95)	(40,197)	(30)	(55)	9	-	-	(40,273)
Other changes in net assets											
Net realized and unrealized gains (losses) in value of investments	22	19	6	-	14,519	-	-	-	-	-	14,519
Change in value of split-interest agreements	-	-	-	-	(1,017)	-	-	-	-	-	(1,017)
Change in value of perpetual trusts	-	-	-	-	636	-	-	-	-	-	636
Bad debt expense	(2)	3	1	(2)	(841)	-	-	-	-	-	(841)
	<u>20</u>	<u>22</u>	<u>7</u>	<u>(2)</u>	<u>13,297</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>13,297</u>
Total other changes in net assets	20	22	7	(2)	13,297	-	-	-	-	-	13,297
Change in net assets	<u>\$ 976</u>	<u>\$ 89</u>	<u>\$ (873)</u>	<u>\$ (97)</u>	<u>\$ (26,900)</u>	<u>\$ (30)</u>	<u>\$ (55)</u>	<u>\$ 9</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (26,976)</u>

Alzheimer's Association
CONSOLIDATING STATEMENTS OF ACTIVITIES

Year ended June 30, 2022
(In thousands)

	Home Office	Alabama	Alaska	Aloha	Arkansas	California Central Coast	California Southland	Capital of Texas	Central & North Florida	Central & Western Kansas	Central & Western Virginia	Central New York
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 234,062	\$ 881	\$ 79	\$ 776	\$ 520	\$ 1,231	\$ 4,497	\$ 868	\$ 3,332	\$ 689	\$ 779	\$ 2,847
Non-financial assets	7,289	-	-	-	-	-	29	-	-	93	-	-
Conference registration and other	3,443	-	-	1	-	(31)	(5)	-	(1)	131	13	68
Dividends and interest, net of investment-related expenses	10,847	-	-	96	-	199	-	-	11	5	-	3
Total revenues, gains and other support	255,641	881	79	873	520	1,399	4,521	868	3,342	918	792	2,918
Expenses												
Program services												
Care, support and risk reduction	52,059	265	63	347	273	547	1,430	285	698	362	272	914
Research	91,959	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	55,551	283	67	370	291	583	1,526	304	745	387	290	975
Diversity, equity, and inclusion	3,403	17	4	23	18	36	93	19	46	24	18	60
Public policy	12,420	63	15	83	65	130	341	68	167	86	65	218
Mission engagement	2,735	-	-	-	-	-	-	-	-	-	-	-
Total program services	218,127	628	149	823	647	1,296	3,390	676	1,656	859	645	2,167
Supporting services												
Fundraising	39,146	172	41	224	176	353	924	184	451	234	176	591
Management and general	8,907	45	11	59	47	93	244	49	119	62	46	156
Total supporting services	48,053	217	52	283	223	446	1,168	233	570	296	222	747
Total expenses	266,180	845	201	1,106	870	1,742	4,558	909	2,226	1,155	867	2,914
Excess (deficiency) from operations	(10,539)	36	(122)	(233)	(350)	(343)	(37)	(41)	1,116	(237)	(75)	4
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	(58,815)	-	-	-	-	(677)	-	-	(3)	-	(18)	-
Change in value of split-interest agreements	(614)	-	-	-	-	-	-	-	-	-	(35)	-
Change in value of perpetual trusts	1,923	-	-	-	-	(101)	-	-	(30)	17	-	-
Bad debt expense	(934)	-	-	(1)	-	(27)	-	-	(36)	-	-	-
Total other changes in net assets	(58,440)	-	-	(1)	-	(805)	-	-	(69)	17	(53)	-
Change in net assets	\$ (68,979)	\$ 36	\$ (122)	\$ (234)	\$ (350)	\$ (1,148)	\$ (37)	\$ (41)	\$ 1,047	\$ (220)	\$ (128)	\$ 4

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	Central Ohio	Cleveland Area	Colorado	Connecticut	Dallas & NE Texas	Delaware Valley	Desert Southwest	Eastern North Carolina	Florida Gulf Coast	Georgia	Greater Cincinnati	Greater East Ohio Area
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 1,683	\$ 2,193	\$ 3,342	\$ 2,647	\$ 2,401	\$ 3,914	\$ 3,602	\$ 1,518	\$ 3,962	\$ 3,836	\$ 2,593	\$ 936
Non-financial assets	-	-	-	32	10	4	-	-	7	6	62	-
Conference registration and other	25	72	99	72	12	79	47	-	55	208	21	-
Dividends and interest, net of investment-related expenses	(14)	29	42	7	-	62	36	-	54	-	28	8
Total revenues, gains and other support	1,694	2,294	3,483	2,758	2,423	4,059	3,685	1,518	4,078	4,050	2,704	944
Expenses												
Program services												
Care, support and risk reduction	499	770	1,362	872	613	1,078	1,099	300	850	1,285	657	260
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	533	822	1,453	930	655	1,150	1,173	320	907	1,371	701	277
Diversity, equity, and inclusion	33	50	89	57	40	70	72	20	56	84	43	17
Public policy	119	184	325	208	146	257	262	71	203	306	157	62
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	1,184	1,826	3,229	2,067	1,454	2,555	2,606	711	2,016	3,046	1,558	616
Supporting services												
Fundraising	323	498	880	563	396	696	710	194	549	830	424	168
Management and general	85	132	233	149	105	184	188	51	145	220	112	44
Total supporting services	408	630	1,113	712	501	880	898	245	694	1,050	536	212
Total expenses	1,592	2,456	4,342	2,779	1,955	3,435	3,504	956	2,710	4,096	2,094	828
Excess (deficiency) from operations	102	(162)	(859)	(21)	468	624	181	562	1,368	(46)	610	116
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	-	(239)	-	-	-	29	-	-
Change in value of perpetual trusts	(90)	(218)	(317)	(54)	-	(118)	(282)	-	(277)	-	(213)	(59)
Bad debt expense	-	(355)	(1)	(9)	1	(1)	(3)	-	(1)	16	(2)	(3)
Total other changes in net assets	(90)	(573)	(318)	(63)	1	(358)	(285)	-	(278)	45	(215)	(62)
Change in net assets	\$ 12	\$ (735)	\$ (1,177)	\$ (84)	\$ 469	\$ 266	\$ (104)	\$ 562	\$ 1,090	\$ (1)	\$ 395	\$ 54

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	Greater Idaho	Greater Indiana	Greater Kentucky & Southern Indiana	Greater Maryland	Greater Michigan	Greater Missouri	Greater New Jersey	Greater Pennsylvania	Greater Richmond	Heart of America	Houston & SE Texas	Hudson Valley
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 466	\$ 2,811	\$ 1,448	\$ 2,560	\$ 5,158	\$ 4,584	\$ 3,266	\$ 3,020	\$ 1,128	\$ 1,437	\$ 3,186	\$ 3,795
Non-financial assets	3	28	-	2	360	58	-	-	-	2	3	-
Conference registration and other	1	32	86	108	49	112	-	10	24	-	42	15
Dividends and interest, net of investment-related expenses	-	51	14	34	29	130	-	138	3	-	116	2
	<u>470</u>	<u>2,922</u>	<u>1,548</u>	<u>2,704</u>	<u>5,596</u>	<u>4,884</u>	<u>3,266</u>	<u>3,168</u>	<u>1,155</u>	<u>1,439</u>	<u>3,347</u>	<u>3,812</u>
Expenses												
Program services												
Care, support and risk reduction	257	845	547	837	1,332	1,361	464	853	381	481	978	1,180
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	274	901	583	893	1,421	1,452	495	910	407	513	1,043	1,259
Diversity, equity, and inclusion	17	55	36	55	87	89	30	56	25	31	64	77
Public policy	61	201	130	200	318	325	111	203	91	115	233	281
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
	<u>609</u>	<u>2,002</u>	<u>1,296</u>	<u>1,985</u>	<u>3,158</u>	<u>3,227</u>	<u>1,100</u>	<u>2,022</u>	<u>904</u>	<u>1,140</u>	<u>2,318</u>	<u>2,797</u>
Supporting services												
Fundraising	166	546	353	541	861	880	300	551	246	311	632	763
Management and general	44	144	93	143	228	233	79	146	65	82	167	202
	<u>210</u>	<u>690</u>	<u>446</u>	<u>684</u>	<u>1,089</u>	<u>1,113</u>	<u>379</u>	<u>697</u>	<u>311</u>	<u>393</u>	<u>799</u>	<u>965</u>
Total expenses	<u>819</u>	<u>2,692</u>	<u>1,742</u>	<u>2,669</u>	<u>4,247</u>	<u>4,340</u>	<u>1,479</u>	<u>2,719</u>	<u>1,215</u>	<u>1,533</u>	<u>3,117</u>	<u>3,762</u>
Excess (deficiency) from operations	(349)	230	(194)	35	1,349	544	1,787	449	(60)	(94)	230	50
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	(59)	-	-	-	(204)	-	(310)	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	-	(270)	-	(247)	(221)	(197)	-	(79)	(15)	-	(461)	(11)
Bad debt expense	(77)	(5)	(2)	-	(19)	(12)	(2)	(3)	(7)	(3)	(3)	(4)
	<u>(77)</u>	<u>(334)</u>	<u>(2)</u>	<u>(247)</u>	<u>(240)</u>	<u>(413)</u>	<u>(2)</u>	<u>(392)</u>	<u>(22)</u>	<u>(3)</u>	<u>(464)</u>	<u>(15)</u>
Change in net assets	<u>\$ (426)</u>	<u>\$ (104)</u>	<u>\$ (196)</u>	<u>\$ (212)</u>	<u>\$ 1,109</u>	<u>\$ 131</u>	<u>\$ 1,785</u>	<u>\$ 57</u>	<u>\$ (82)</u>	<u>\$ (97)</u>	<u>\$ (234)</u>	<u>\$ 35</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	Illinois	Iowa	Long Island	Louisiana	Maine	Massachusetts/ New Hampshire	Miami Valley	Michigan Great Lakes	Minnesota - North Dakota	Mississippi	Montana	National Capital Area
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 8,724	\$ 2,365	\$ 1,783	\$ 499	\$ 980	\$ 8,747	\$ 1,097	\$ 1,333	\$ 6,111	\$ 431	\$ 563	\$ 3,757
Non-financial assets	8	33	-	-	-	132	-	120	-	-	12	-
Conference registration and other	1,310	134	-	-	7	355	(70)	15	131	1	35	78
Dividends and interest, net of investment-related expenses	62	-	-	-	-	27	9	-	8	-	-	5
Total revenues, gains and other support	10,104	2,532	1,783	499	987	9,261	1,036	1,468	6,250	432	610	3,840
Expenses												
Program services												
Care, support and risk reduction	2,443	709	561	260	242	2,476	365	535	1,853	194	212	1,165
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	2,606	756	598	277	258	2,642	390	571	1,977	207	226	1,243
Diversity, equity, and inclusion	160	46	37	17	16	162	24	35	121	13	14	76
Public policy	582	169	134	62	58	590	87	128	442	46	51	278
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	5,791	1,680	1,330	616	574	5,870	866	1,269	4,393	460	503	2,762
Supporting services												
Fundraising	1,578	458	362	168	157	1,600	236	346	1,197	125	137	753
Management and general	417	121	96	44	41	423	62	91	317	33	36	199
Total supporting services	1,995	579	458	212	198	2,023	298	437	1,514	158	173	952
Total expenses	7,786	2,259	1,788	828	772	7,893	1,164	1,706	5,907	618	676	3,714
Excess (deficiency) from operations	2,318	273	(5)	(329)	215	1,368	(128)	(238)	343	(186)	(66)	126
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	(63)	-	-	-	-	-	-	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	(422)	-	-	-	-	(207)	(78)	-	(34)	-	-	(40)
Bad debt expense	7	(1)	-	(1)	-	(12)	(18)	(5)	(14)	(1)	1	(5)
Total other changes in net assets	(415)	(64)	-	(1)	-	(219)	(96)	(5)	(48)	(1)	1	(45)
Change in net assets	<u>\$ 1,903</u>	<u>\$ 209</u>	<u>\$ (5)</u>	<u>\$ (330)</u>	<u>\$ 215</u>	<u>\$ 1,149</u>	<u>\$ (224)</u>	<u>\$ (243)</u>	<u>\$ 295</u>	<u>\$ (187)</u>	<u>\$ (65)</u>	<u>\$ 81</u>

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	Nebraska	New Mexico	New York City	North Central Texas	Northeastern New York	Northern California & Northern Nevada	Northwest Ohio	Oklahoma	Orange County	Oregon & SW Washington	Rhode Island	Rochester & Finger Lakes Region
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 1,351	\$ 1,435	\$ 4,171	\$ 2,052	\$ 1,746	\$ 13,515	\$ 944	\$ 2,200	\$ 31,113	\$ 1,622	\$ 894	\$ 2,440
Non-financial assets	-	28	-	41	-	11	-	-	2	-	1	-
Conference registration and other	11	43	42	39	62	337	-	62	(3)	15	12	100
Dividends and interest, net of investment-related expenses	-	5	-	29	-	63	-	52	-	-	3	10
Total revenues, gains and other support	1,362	1,511	4,213	2,161	1,808	13,926	944	2,314	31,112	1,637	910	2,550
Expenses												
Program services												
Care, support and risk reduction	358	572	1,438	787	585	3,725	336	730	536	610	314	714
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	382	610	1,535	840	624	3,975	359	779	572	651	335	762
Diversity, equity, and inclusion	23	37	94	51	38	243	22	48	35	40	21	47
Public policy	85	136	343	188	139	888	80	174	128	146	75	170
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	848	1,355	3,410	1,866	1,386	8,831	797	1,731	1,271	1,447	745	1,693
Supporting services												
Fundraising	231	369	929	508	378	2,407	217	472	346	394	203	461
Management and general	61	98	246	134	100	637	57	125	92	104	54	122
Total supporting services	292	467	1,175	642	478	3,044	274	597	438	498	257	583
Total expenses	1,140	1,822	4,585	2,508	1,864	11,875	1,071	2,328	1,709	1,945	1,002	2,276
Excess (deficiency) from operations	222	(311)	(372)	(347)	(56)	2,051	(127)	(14)	29,403	(308)	(92)	274
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	-	-	-	-	-	-	-	-
Change in value of perpetual trusts	-	(27)	-	(177)	-	(414)	-	(175)	-	-	(25)	124
Bad debt expense	(2)	(1)	(2)	-	(1)	7	(2)	(4)	(1)	-	-	(23)
Total other changes in net assets	(2)	(28)	(2)	(177)	(1)	(407)	(2)	(179)	(1)	-	(25)	101
Change in net assets	\$ 220	\$ (339)	\$ (374)	\$ (524)	\$ (57)	\$ 1,644	\$ (129)	\$ (193)	\$ 29,402	\$ (308)	\$ (117)	\$ 375

Alzheimer's Association

CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	San Antonio & South Texas	San Diego & Imperial	South Carolina	South Dakota	Southeast Florida	Southeastern Virginia	Tennessee	Utah	Vermont	Washington State	West Texas	West Virginia
Revenues, gains and other support												
Contributions												
Cash and other financial assets	\$ 1,533	\$ 1,828	\$ 3,610	\$ 246	\$ 3,333	\$ 993	\$ 3,027	\$ 776	\$ 527	\$ 3,615	\$ 737	\$ 737
Non-financial assets	39	10	15	-	51	-	-	-	15	-	4	-
Conference registration and other	14	(4)	12	-	3	29	71	1	15	6	-	-
Dividends and interest, net of investment-related expenses	-	-	10	-	132	25	11	-	-	-	-	-
Total revenues, gains and other support	1,586	1,834	3,647	246	3,519	1,047	3,109	777	557	3,621	741	737
Expenses												
Program services												
Care, support and risk reduction	565	625	1,088	146	760	281	723	391	229	1,421	329	252
Research	-	-	-	-	-	-	-	-	-	-	-	-
Concern and awareness	603	667	1,160	156	811	300	772	417	244	1,516	351	269
Diversity, equity, and inclusion	37	41	71	10	50	18	47	26	15	93	21	16
Public policy	135	149	259	35	181	67	172	93	55	339	78	60
Mission engagement	-	-	-	-	-	-	-	-	-	-	-	-
Total program services	1,340	1,482	2,578	347	1,802	666	1,714	927	543	3,369	779	597
Supporting services												
Fundraising	365	404	703	94	491	181	467	253	148	918	212	163
Management and general	96	107	186	25	130	48	124	67	39	243	56	43
Total supporting services	461	511	889	119	621	229	591	320	187	1,161	268	206
Total expenses	1,801	1,993	3,467	466	2,423	895	2,305	1,247	730	4,530	1,047	803
Excess (deficiency) from operations	(215)	(159)	180	(220)	1,096	152	804	(470)	(173)	(909)	(306)	(66)
Other changes in net assets												
Net realized and unrealized gains (losses) in value of investments	-	-	-	-	(115)	-	-	-	-	-	-	-
Change in value of split-interest agreements	-	-	-	-	(9)	67	-	-	-	-	-	-
Change in value of perpetual trusts	-	-	(80)	-	(459)	-	(51)	-	-	-	-	-
Bad debt expense	(1)	-	(6)	-	(5)	-	(1)	2	-	10	(1)	1
Total other changes in net assets	(1)	-	(86)	-	(588)	67	(52)	2	-	10	(1)	1
Change in net assets	<u>\$ (216)</u>	<u>\$ (159)</u>	<u>\$ 94</u>	<u>\$ (220)</u>	<u>\$ 508</u>	<u>\$ 219</u>	<u>\$ 752</u>	<u>\$ (468)</u>	<u>\$ (173)</u>	<u>\$ (899)</u>	<u>\$ (307)</u>	<u>\$ (65)</u>

Alzheimer's Association
CONSOLIDATING STATEMENTS OF ACTIVITIES - CONTINUED

Year ended June 30, 2022
(In thousands)

	Western Carolina	Western New York	Wisconsin	Wyoming	Total Alzheimer's Association	AIM	AIMPAC	Alzheimer's Association International	Coalition of New York State Alzheimer's Association Chapters	Eliminations	Consolidated
Revenues, gains and other support											
Contributions											
Cash and other financial assets	\$ 3,447	\$ 3,611	\$ 4,263	\$ 212	\$ 448,415	\$ 552	\$ 209	\$ 12	\$ 4,999	\$ (4,569)	\$ 449,618
Non-financial assets	30	-	17	-	8,557	-	-	-	-	-	8,557
Conference registration and other	32	(4)	81	-	7,760	10,008	-	-	-	(10,008)	7,760
Dividends and interest, net of investment-related expenses	13	11	11	-	12,416	-	-	-	-	-	12,416
	<u>3,522</u>	<u>3,618</u>	<u>4,372</u>	<u>212</u>	<u>477,148</u>	<u>10,560</u>	<u>209</u>	<u>12</u>	<u>4,999</u>	<u>(14,577)</u>	<u>478,351</u>
Total revenues, gains and other support	3,522	3,618	4,372	212	477,148	10,560	209	12	4,999	(14,577)	478,351
Expenses											
Program services											
Care, support and risk reduction	626	1,071	1,473	122	108,498	-	-	-	5,005	(4,569)	108,934
Research	-	-	-	-	91,959	-	-	-	-	-	91,959
Concern and awareness	668	1,143	1,571	130	115,768	-	-	-	-	-	115,768
Diversity, equity, and inclusion	41	70	96	8	7,094	-	-	-	-	-	7,094
Public policy	149	255	351	29	25,876	10,466	220	-	-	(10,008)	26,554
Mission engagement	-	-	-	-	2,735	-	-	-	-	-	2,735
	<u>1,484</u>	<u>2,539</u>	<u>3,491</u>	<u>289</u>	<u>351,930</u>	<u>10,466</u>	<u>220</u>	<u>-</u>	<u>5,005</u>	<u>(14,577)</u>	<u>353,044</u>
Total program services	1,484	2,539	3,491	289	351,930	10,466	220	-	5,005	(14,577)	353,044
Supporting services											
Fundraising	404	692	952	79	75,611	180	-	-	-	-	75,791
Management and general	107	183	252	21	18,549	-	-	1	(2)	-	18,548
	<u>511</u>	<u>875</u>	<u>1,204</u>	<u>100</u>	<u>94,160</u>	<u>180</u>	<u>-</u>	<u>1</u>	<u>(2)</u>	<u>-</u>	<u>94,339</u>
Total supporting services	511	875	1,204	100	94,160	180	-	1	(2)	-	94,339
	<u>1,995</u>	<u>3,414</u>	<u>4,695</u>	<u>389</u>	<u>446,090</u>	<u>10,646</u>	<u>220</u>	<u>1</u>	<u>5,003</u>	<u>(14,577)</u>	<u>447,383</u>
Total expenses	1,995	3,414	4,695	389	446,090	10,646	220	1	5,003	(14,577)	447,383
Excess (deficiency) from operations	1,527	204	(323)	(177)	31,058	(86)	(11)	11	(4)	-	30,968
Other changes in net assets											
Net realized and unrealized gains (losses) in value of investments	-	-	-	-	(60,264)	-	-	-	-	-	(60,264)
Change in value of split-interest agreements	-	-	-	-	(801)	-	-	-	-	-	(801)
Change in value of perpetual trusts	(97)	(85)	(74)	-	(3,641)	-	-	-	-	-	(3,641)
Bad debt expense	4	(11)	(3)	1	(1,581)	-	-	-	-	-	(1,581)
	<u>(93)</u>	<u>(96)</u>	<u>(77)</u>	<u>1</u>	<u>(66,287)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(66,287)</u>
Total other changes in net assets	(93)	(96)	(77)	1	(66,287)	-	-	-	-	-	(66,287)
Change in net assets	<u>\$ 1,434</u>	<u>\$ 108</u>	<u>\$ (400)</u>	<u>\$ (176)</u>	<u>\$ (35,229)</u>	<u>\$ (86)</u>	<u>\$ (11)</u>	<u>\$ 11</u>	<u>\$ (4)</u>	<u>\$ -</u>	<u>\$ (35,319)</u>

SINGLE AUDIT REPORTS

Alzheimer's Association

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2023

Federal Agency/Pass Through Agency/Federal Program Title	Assistance Listing Number	Contract Number	Federal Expenditures	Expenditures to Subrecipients
United States Department of Justice (DOJ)				
Office for Victims of Crime				
Pass through: Northridge Hospital Foundation	16.582		\$ 2,500	\$ -
		Subtotal 16.582	2,500	-
		Total DOJ	2,500	-
U.S. Department of Treasury (DOT)				
Pass through: City of San Antonio				
American Rescue Plan Act / Coronavirus State and Local Fiscal Recovery Fund	21.027		33,435	-
		Subtotal 21.027	33,435	-
		Total DOT	33,435	-
U.S. Department of Health and Human Services (DHHS)				
Administration for Children and Families (ACF)				
Aging Cluster				
Pass through: North Central Texas Council of Governments				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044		33,174	-
Pass through: Rhode Island Office of Healthy Aging				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	CGINR-21-01	6,064	-
Pass through: Rhode Island Office of Healthy Aging				
Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	CGINR-23-01	39,141	-
		Subtotal 93.044 and Aging Cluster	78,379	-
Pass through: Montana Department Public Health				
Alzheimer's Disease Demonstration Grants to States	93.051	21-221-13001-0	2,705	-
		Subtotal 93.051	2,705	-
Pass through: City & County of Honolulu				
National Family Caregiver Support, Title III, Part E	93.052	MA-DCS-2100015	5,150	-
Pass through: County of Kauai				
National Family Caregiver Support, Title III, Part E	93.052	213200	4,680	-
Pass through: Council of Aging of Southwestern Ohio				
National Family Caregiver Support, Title III, Part E	93.052		113,579	-
Pass through: CICOA Aging & In-home Solutions, Inc.				
National Family Caregiver Support, Title III, Part E	93.052	E20224686-00	22,000	-
Pass through: Area Agency on Aging of West Michigan				
National Family Caregiver Support, Title III, Part E	93.052		13,884	-
Pass through: Upper Peninsula Community Action				
National Family Caregiver Support, Title III, Part E	93.052		1,241	-
Pass through: Dutchess County Office for the Aging				
National Family Caregiver Support, Title III, Part E	93.052		5,725	-
Pass through: Sourcewise State of California				
National Family Caregiver Support, Title III, Part E	93.052		5,279	-
Pass through: Denver Regional Council of Governments				
National Family Caregiver Support, Title III, Part E	93.052		153,648	-
Pass through: Senior Connection Center				
National Family Caregiver Support, Title III, Part E	93.052		69,671	-
Pass through: City of Seattle				
National Family Caregiver Support, Title III, Part E	93.052		56,723	-
Pass through: Senior Connection Center				
National Family Caregiver Support, Title III, Part E	93.052		14,635	-
Pass through: Dallas Area Agency on Aging				
National Family Caregiver Support, Title III, Part E	93.052		13,480	-
Pass through: Dallas Area Agency on Aging				
National Family Caregiver Support, Title III, Part E	93.052		6,100	-
Pass through: United Way of Tarrant County				
National Family Caregiver Support, Title III, Part E	93.052		4,545	-
Pass through: United Way of Tarrant County				
National Family Caregiver Support, Title III, Part E	93.052		13,888	-
Pass through: Hawaii County				
National Family Caregiver Support, Title III, Part E	93.052		1,265	-
Pass through: Senior Resources of West Michigan				
National Family Caregiver Support, Title III, Part E	93.052		2,500	-
Pass through: Monroe County Office for Aging				
National Family Caregiver Support, Title III, Part E	93.052		55,613	-
Pass through: Senior Connection Center				
National Family Caregiver Support, Title III, Part E	93.052	13-3039601	27,059	-
Pass through: North Central Texas Council of Governments AAA				
National Family Caregiver Support, Title III, Part E	93.052		22,113	-

The accompanying notes are an integral part of this schedule.

Alzheimer's Association

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2023

Federal Agency/Pass Through Agency/Federal Program Title	Assistance Listing Number	Contract Number	Federal Expenditures	Expenditures to Subrecipients
Pass through: North Central Texas Council of Governments AAA				
National Family Caregiver Support, Title III, Part E	93.052		\$ 42,315	\$ -
Pass through: North Central Texas Council of Governments				
National Family Caregiver Support, Title III, Part E	93.052		9,347	-
Pass through: North Central Texas Council of Governments AAA				
National Family Caregiver Support, Title III, Part E	93.052		54,868	-
Pass through: Milwaukee County Department on Aging				
National Family Caregiver Support, Title III, Part E	93.052		400,676	-
Pass through: Monterey County				
National Family Caregiver Support, Title III, Part E	93.052	AP-2122-32	94,149	-
Pass through: Sonoma County				
National Family Caregiver Support, Title III, Part E	93.052		61,053	-
Pass through: State of Nevada				
National Family Caregiver Support, Title III, Part E	93.052	2201NVOAFC-02	122,936	-
Pass through: Contra Costa County				
National Family Caregiver Support, Title III, Part E	93.052		87,730	-
Pass through: Sourcewise State of California				
National Family Caregiver Support, Title III, Part E	93.052		47,721	-
Pass through: Sourcewise State of California				
National Family Caregiver Support, Title III, Part E	93.052		42,400	-
Pass through: Summit County Combined General Health District				
National Family Caregiver Support, Title III, Part E	93.052		53,582	-
Pass through: San Mateo County				
National Family Caregiver Support, Title III, Part E	93.052		89,628	-
Pass through: Alameda County AAA				
National Family Caregiver Support, Title III, Part E	93.052		71,278	-
Pass through: AAA of Western Michigan				
National Family Caregiver Support, Title III, Part E	93.052		58,646	-
Pass through: Sonoma County				
National Family Caregiver Support, Title III, Part E	93.052	A. 2101CAFCC6-00 B. 2101CAPH6-00.	7,820	-
Pass through: Hawaii County				
National Family Caregiver Support, Title III, Part E	93.052		8,115	-
Pass through: Rhode Island Office of Healthy Aging				
National Family Caregiver Support, Title III, Part E	93.052		70,475	-
Pass through: City & County of Honolulu				
National Family Caregiver Support, Title III, Part E	93.052		27,550	-
Pass through: Monterey County				
National Family Caregiver Support, Title III, Part E	93.052		17,794	-
Pass through: City of Seattle				
National Family Caregiver Support, Title III, Part E	93.052		106,492	-
Pass through: County of Monroe				
National Family Caregiver Support, Title III, Part E	93.052		26,482	-
Pass through: Milwaukee County Department on Aging				
National Family Caregiver Support, Title III, Part E	93.052	251-423-50	305,823	-
		Subtotal 93.052	2,419,658	-
Alzheimer's Disease Program Initiative (ADPI)	93.470	90ADCC001	1,218,040	-
Pass through: State of Rhode Island Office of Healthy Aging				
Alzheimer's Disease Program Initiative (ADPI)	93.470	90ADPI0005-01-00	3,615	-
		Subtotal 93.470	1,221,655	-
National Institutes of Health				
Research and Development Cluster				
Pass through: Michigan State University				
Aging Research	93.866		38,000	-
Aging Research	93.866	R24AG065185	248,541	-
Pass through: Hebrew Rehabilitation Center				
Aging Research	93.866	U54AG063546	18,000	-
Summer Research Institute	93.866	R25AG069678	181,153	-
Pass through: Johns Hopkins University				
Aging Research	93.866	R01AG058586	119,925	-
Pass through: University of Wisconsin - Madison				
Aging Research	93.866		2,505	-
Aging Research	93.866	R13AG072859	61,068	-
Aging Research	93.866	R13AG071167	48,122	-
Pass through: Benton Technologies				
Aging Research	93.866	RAG069659A	22,684	-
Pass through: University of Rochester				
Aging Research	93.866	R01AG052495	4,554	-
Pass through: Indiana University				
Aging Research	93.866	1R24AG071471	40,088	-
Pass through: Kinto				
Aging Research	93.866	1R44AG074778-01	202,623	-
Pass through: University of North Carolina - Chapel Hill				
Aging Research	93.866	R01AG079124	15,134	-
		Subtotal 93.866 and Research and Development Cluster	1,002,397	-

The accompanying notes are an integral part of this schedule.

Alzheimer's Association

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year ended June 30, 2023

Federal Agency/Pass Through Agency/Federal Program Title	Assistance Listing Number	Contract Number	Federal Expenditures	Expenditures to Subrecipients
Centers for Disease Control and Prevention (CDC)				
Pass through: University of Indiana				
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334	U1QHP28729	\$ 9,514	\$ -
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334	CDC-RFA-DP20-2003	2,687,397	691,371
BOLD Centers of Excellence (Risk Reduction)	93.334	CDC-RFA-DP20-2005	874,176	155,001
Pass through: University of Minnesota				
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334	NU58DP006910-02-00	60,517	-
Pass through: State of Rhode Island				
Building Our Largest Dementia (BOLD) Infrastructure for Alzheimer's Act	93.334	CDC-RFA-DP20-2004	44,335	-
Pass through: Wisconsin Department of Health				
Building Our Largest Dementia (BOLD) Infrastructure for Alzheimer's Act	93.334	NU58DP006927	117,504	-
Pass through: Mississippi State Department of Public Health				
BOLD Public Health Programs (Core Capacity)	93.334	SG-2101-R4	58,866	-
Pass through: Virginia Department of Health				
Building Our Largest Dementia (BOLD) Infrastructure for Alzheimer's Act	93.334	CDC-RFA-DP20-2004	7,459	-
Pass through: Boston Public Health Commission				
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334	NU58DP006958	19,637	-
Pass through: Mississippi State Department of Health				
The Healthy Brain Initiative: Technical Assistance to Implement Public Health Actions related to Cognitive Health, Cognitive Impairment, and Caregiving at the State and Local Levels	93.334	NU58DP006909	7,356	-
		Subtotal 93.334	3,886,761	846,372
Pass through: University of Tennessee Chattanooga				
Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391	NH75OT000100	84,211	-
		Subtotal 93.391	84,211	-
Centers for Medicaid & Medicare Services (CMS)				
Pass through: The Ohio State University				
State Survey and Certification of Health Care Providers and Suppliers (Title XVIII) Medicare	93.777	SPC-1000011801	7,550	-
		Subtotal 93.777	7,550	-
Health Resources and Services Administration (HRSA)				
Pass through: University of Hawaii				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	U1QHP28729-06-03	15,000	-
Pass through: Virginia Commonwealth University				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	2U1QHP28744-04-00	6,000	-
Pass through: State of Nebraska				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	5U1QHP33079-02-00	18,221	-
Pass through: The Regents of the University of California, San Francisco				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	5U1QHP28727	5,000	-
Pass through: University of Oklahoma				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	1U1QHP33082-01-00	28,188	-
Pass through: University of Rochester				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	U1QHP28738	82,924	-
Pass through: University of North Dakota				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	UND0025172-S5	7,044	-
Pass through: Northeast Ohio Medical University				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	U1Q33073	6,000	-
Pass through: University of Southern Indiana				
Geriatric Workforce Enhancement Program GWEP Geriatric Education Centers GECs	93.969	5U1QHP33084-02-00	4,731	-
		Subtotal 93.969	173,108	-
		Total DHHS	8,876,424	846,372
		Total expenditures of federal awards	\$ 8,912,359	\$ 846,372

The accompanying notes are an integral part of this schedule.

Alzheimer's Association

SCHEDULE OF EXPENDITURES OF WISCONSIN STATE AWARDS

Year ended June 30, 2023

State/Pass Through Agency/ Program Title	Assistance Listing Number	Contract Number	Total Expenditures	Expenditures to Subrecipients
State of Wisconsin Pass through: Milwaukee County Department on Aging Counseling and Community Support Services Community Living Program	N/A		\$ 54,368	\$ -
Total expenditures of Wisconsin state awards			<u>\$ 54,368</u>	<u>\$ -</u>

The accompanying notes are an integral part of this schedule.

Alzheimer's Association

SCHEDULE OF EXPENDITURES OF FLORIDA STATE FINANCIAL ASSISTANCE

Year ended June 30, 2023

State/Pass Through Agency/ Program Title	State CSFA Number	Contract Number	Total Expenditures	Expenditures to Subrecipients
State of Florida Pass through: Area Agency on Aging Pasco-Pinellas, Inc. Alzheimer's Disease Initiative	65.002, 65.004	N/A	\$ 316,818	\$ -
Florida Department of Elder Affairs	N/A	XQXID	631,474	-
Total expenditures of Florida state financial assistance			<u>\$ 948,292</u>	<u>\$ -</u>

The accompanying notes are an integral part of this schedule.

Alzheimer's Association

**NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL,
WISCONSIN STATE, AND FLORIDA STATE AWARDS**

June 30, 2023

NOTE A - BASIS OF PRESENTATION

The accompanying schedules of expenditures of federal, Wisconsin state, and Florida state awards include the federal, Wisconsin state, and Florida state award activity of the Alzheimer's Association and affiliates and are presented on the accrual basis of accounting. The information in these schedules are presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), the State of Wisconsin Department of Health Services Audit Guide, Section 215.97, *Florida Statutes*, and Chapter 10.650, *Rules of the Auditor General*. Therefore, some amounts presented in these schedules may differ from amounts presented in or used in the preparation of the basic consolidated financial statements.

NOTE B - INDIRECT COST RATE

The Alzheimer's Association's federally negotiated cost rate was changed to 26.0% for all new contracts beginning on or after October 1, 2021. The Association had been using its previous federally negotiated indirect cost rate of 23.6% since October 1, 2020.

GRANT THORNTON LLP

Grant Thornton Tower
171 N. Clark St., Suite 200
Chicago, IL 60601-3370

D +1 312 856 0200

F +1 312 602 8099

REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS REQUIRED BY GOVERNMENT AUDITING STANDARDS

Board of Directors
Alzheimer's Association

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*), the consolidated financial statements of Alzheimer's Association and affiliates (the "Entity"), which comprise the consolidated statement of financial position as of June 30, 2023, and the related consolidated statements of activities and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated October 23, 2023.

Report on internal control over financial reporting

In planning and performing our audit of the consolidated financial statements, we considered the Entity's internal control over financial reporting ("internal control") as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.

Accordingly, we do not express an opinion on the effectiveness of the Entity's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on compliance and other matters

As part of obtaining reasonable assurance about whether the Entity's consolidated financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant

agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Entity's internal control and compliance. Accordingly, this report is not suitable for any other purpose.

Grant Thornton LLP

Chicago, Illinois
October 23, 2023

GRANT THORNTON LLP

Grant Thornton Tower
171 N. Clark St., Suite 200
Chicago, IL 60601-3370

D +1 312 856 0200

F +1 312 602 8099

**REPORT OF INDEPENDENT CERTIFIED PUBLIC ACCOUNTANTS
ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM, WISCONSIN
STATE PROGRAM, AND FLORIDA STATE PROJECT AND ON INTERNAL
CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE,
THE WISCONSIN DEPARTMENT OF HEALTH SERVICES AUDIT GUIDE,
CHAPTER 10.650, RULES OF THE AUDITOR GENERAL, AND THE FLORIDA
SINGLE AUDIT ACT**

Board of Directors
Alzheimer's Association

**Report on compliance for each major federal program and state
program or project**

Opinion on each major federal program and state program or project

We have audited the compliance of Alzheimer's Association and affiliates (the "Entity") with the types of compliance requirements identified as subject to audit in the U.S. Office of Management and Budget's *OMB Compliance Supplement*, the State of Wisconsin Department of Health Services Audit Guide ("DHS Audit Guide"), and the requirements described in the State of Florida Department of Financial Services' State Projects Compliance Supplement that could have a direct and material effect on each of the Entity's major federal, Wisconsin state, and Florida state programs or projects for the year ended June 30, 2023. The Entity's major federal, Wisconsin state, and Florida state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Entity complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal, Wisconsin state, and Florida state programs or projects for the year ended June 30, 2023.

Basis for opinion on each major federal and state program or project

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (US GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); the DHS Audit Guide; the Florida Single Audit Act (Section 215.97, *Florida Statutes*); and Chapter 10.650, *Rules of the Auditor General*. Our responsibilities under those standards, the Uniform Guidance, the DHS Audit Guide, and the Florida Single Audit Act (Section 215.97, *Florida Statutes*); and Chapter 10.650, *Rules of the Auditor General* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Entity and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and

appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Entity's compliance with the compliance requirements referred to above.

Responsibilities of management for compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the Entity's federal, Wisconsin state, and Florida state programs or projects.

Auditor's responsibilities for the audit of compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Entity's compliance based on our audit. 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 US GAAS, *Government Auditing Standards*, Uniform Guidance, DHS Audit Guide, Section 215.97, *Florida Statutes*, and Chapter 10.650, *Rules of the Auditor General* will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Entity's compliance with the requirements of each major federal, Wisconsin state, and Florida state program or project as a whole.

In performing an audit in accordance with US GAAS, *Government Auditing Standards*, and the Uniform Guidance, DHS Audit Guide, Section 215.97, *Florida Statutes*, and Chapter 10.650, *Rules of the Auditor General*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Entity's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on internal control over compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal, Wisconsin state, or Florida state program or project on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal, Wisconsin state, or Florida State program or project will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal, Wisconsin state, or Florida state program or project that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in the Entity's internal control over compliance that we consider to be material weaknesses or significant deficiencies. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this Report on Internal Control Over Compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance, DHS Audit Guide, Section 215.97, Florida Statutes, and Chapter 10.650, *Rules of the Auditor General*. Accordingly, this report is not suitable for any other purpose.

Grant Thornton LLP

Chicago, Illinois
October 23, 2023

Alzheimer's Association
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year ended June 30, 2023

I. SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: Unmodified
Internal control over financial reporting:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ___ Yes X None reported
- Noncompliance material to financial statements noted? ___ Yes X No

Federal Awards and State Financial Assistance

Internal control over major programs:

- Material weakness(es) identified? ___ Yes X No
- Significant deficiency(ies) identified that are not considered to be material weakness(es)? ___ Yes X None reported

Type of auditor's report issued on compliance for major federal programs and state programs or projects: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a) (Uniform Guidance), Wisconsin Department of Health Services Audit Guide (DHS Audit Guide), Section 215.97, Florida Statutes, and Chapter 10.650, Rules of the Auditor General? ___ Yes X No

Identification of major federal and state programs or projects:

Federal Programs:

<u>Assistance listing number</u>	<u>Name of Federal Program or Cluster</u>
93.470	Alzheimer's Disease Program Initiative
93.866	National Institutes of Health-Research and Development Cluster

Wisconsin State Programs:

<u>Assistance listing number</u>	<u>Name of State Program</u>
N/A	State of Wisconsin - Pass through Milwaukee County Department on Aging - Counseling and Community Support Services Community Living Program

Alzheimer's Association
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
Year ended June 30, 2023

Florida State Projects:

<u>CSFA number</u>	<u>Name of State Project</u>
N/A	State of Florida - Florida Department of Elder Affairs - Project VITAL

Dollar threshold used to distinguish between Type A and Type B programs/projects:

Federal:	\$750,000
Florida State:	\$300,000

Auditee qualified as low-risk auditee? X Yes No

II. FINANCIAL STATEMENT FINDINGS

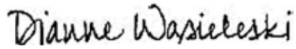
None reported.

III. FEDERAL AND WISCONSIN STATE AWARDS, AND FLORIDA STATE FINANCIAL ASSISTANCE FINDINGS AND QUESTIONED COSTS

None reported.

IV. OTHER ISSUES

Wisconsin State Program:

1. Does the auditor's report or the notes to the financial statements include disclosure with regard to substantial doubt as to the auditee's ability to continue as a going concern? No
2. Does the audit report show audit issues (i.e., material non-compliance, non-material non-compliance, questioned costs, significant deficiencies or material weaknesses in internal controls, management letter comment, excess revenue or excess reserve) related to grants/contracts with funding agencies that require audits to be in accordance with the *Wisconsin State Single Audit Guidelines*? No
3. Was a management letter or other document conveying audit comments issued as a result of this audit? No
4. Name and signature of partner

Dianne Wasieleski
5. Date of report October 23, 2023

Alzheimer's Association

SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED

Year ended June 30, 2023

Florida State Project:

1. No management letter is required because there were no findings required to be reported in the management letter.
2. There are no findings required to be reported in a management letter pursuant to Section 10.654(1), Rules of the Auditor General.
3. There were no prior audit findings.