

**THE INTERNATIONAL PARURESIS  
ASSOCIATION, INC.**

**FINANCIAL STATEMENTS AND INDEPENDENT  
ACCOUNTANTS' REVIEW REPORT**

**FOR THE YEAR ENDED DECEMBER 31, 2021**

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**

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## **Independent Accountants' Review Report**

To the Board of Directors  
The International Paruresis  
Association, Inc.  
Baltimore, Maryland

We have reviewed the accompanying financial statements of The International Paruresis Association, Inc. (a non-profit corporation), which comprise the statement of financial position as of December 31, 2021, and the related statements of activities, functional expenses, and cash flows for the year then ended and the related notes to the financial statements. A review includes primarily applying analytical review procedures to management's financial data and making inquiries of Organization management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, we do not express such an opinion.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation of financial statements that are free from material misstatement whether due to fraud or error.

### **Accountant's Responsibility**

Our responsibility is to conduct the review engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require us to perform procedures to obtain limited assurance that there are no material modifications that should be made to the financial statements for them to be in accordance with accounting principles generally accepted in the United States of America. We believe that the results of our procedures provided a reasonable basis for our conclusion.

### **Accountant's Conclusion**

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in accordance with accounting principles generally accepted in the United States of America.

*Ira Marc Miller & Co., P.A.*

November 3, 2022

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**STATEMENT OF FINANCIAL POSITION**  
**DECEMBER 31, 2021**

ASSETS

CURRENT ASSETS

Cash and cash equivalents \$ 319,485

Total current assets 319,485

Office furniture, net of accumulated  
depreciation of \$2,000

-

Total assets \$ 319,485

LIABILITIES AND NET ASSETS

CURRENT LIABILITIES

Accounts payable \$ 2,625

Total current liabilities 2,625

NET ASSETS

Without donor restrictions 316,860

Total net assets 316,860

Total liabilities and net assets \$ 319,485

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	With Donor Restrictions	Without Donor Restrictions	Total
<b>REVENUE</b>			
Contributions	\$ -	\$ 208,681	\$ 208,681
Workshops	-	19,542	19,542
Book sales and other	-	677	677
Dividend income	-	14	14
Interest income	-	6	6
	-	228,920	228,920
<b>FUNCTIONAL EXPENSES</b>			
Program services	-	133,473	133,473
Management and general	-	19,240	19,240
Fundraising	-	11,222	11,222
	-	163,935	163,935
Total functional expenses	-	163,935	163,935
Increase in net assets	-	64,985	64,985
<b>NET ASSETS</b>			
Beginning of year	-	251,875	251,875
End of year	\$ -	\$ 316,860	\$ 316,860

See accompanying notes and independent accountants' review report

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

FUNCTIONAL EXPENSES	<u>Program services</u>	<u>Management and general</u>	<u>Fundraising</u>	<u>Total</u>
Insurance	\$ 3,691	\$ 651	\$ -	\$ 4,342
Program expenses	2,018	-	-	2,018
Dues and subscriptions	3,520	-	-	3,520
Meetings and conferences	3,787	-	-	3,787
Office and administrative	1,796	770	-	2,566
Advertising and fundraising	-	-	5,096	5,096
Payroll processing fees	2,318	435	145	2,898
Payroll taxes	5,741	1,076	359	7,176
Postage and mailings	995	-	332	1,327
Professional fees	2,486	439	-	2,925
Professional affiliations	1,260	-	-	1,260
Salaries	71,130	13,337	4,446	88,913
Benefits	13,250	2,484	828	16,562
Telephone and internet	258	48	16	322
Website related costs	12,356	-	-	12,356
Workshop expenses	<u>8,867</u>	<u>-</u>	<u>-</u>	<u>8,867</u>
	<u>\$ 133,473</u>	<u>\$ 19,240</u>	<u>\$ 11,222</u>	<u>163,935</u>

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

CASH FLOWS FROM OPERATING ACTIVITIES	
Increase in net assets	\$ 64,985
Adjustments to reconcile increase in net assets to net cash provided by operating activities	
Increase (decrease) in liabilities	
Accounts payable	<u>2,625</u>
Total adjustments	2,625
Net cash provided by operating activities	<u>67,610</u>
Net increase in cash and cash equivalents	67,610
CASH AND CASH EQUIVALENTS	
Beginning of year	<u>251,875</u>
End of year	<u>\$ 319,485</u>

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 1 - ORGANIZATION**

The International Paruresis Association, Inc. (IPA) is a nonprofit organization whose purpose is to help those afflicted with paruresis overcome the stigma, embarrassment and isolation associated with the condition by educating the public, advocating effective treatments and advancing related research. The Shy Bladder Center is a program of IPA.

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

A. Basis of accounting – The financial statements of The International Paruresis Association, Inc. have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Revenues are recognized when earned and expenditures when incurred.

B. Basis of presentation - Nets assets of IPA and changes therein are classified and reported as follows:

Net assets without donor restrictions-Net assets that are not subject to donor-imposed restrictions.

Net assets with donor restrictions-Net assets subject to donor-imposed stipulations that will be met either by actions of the Organization and/or the passage of time or subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all, or part of the income earned on related investments for general or specific purposes.

There were no assets released from donor-imposed restrictions for the year ended December 31, 2021.

Revenues are reported as increases in without donor restricted net assets unless use of the related assets is limited by donor-imposed stipulations. Expenses are recorded as decreases in without donor restricted net assets. Gains and losses on assets or liabilities are reported as increases or decreases in without donor restricted net assets unless their use is restricted by explicit donor stipulation or by law. Expirations of with donor restrictions on net assets (i.e., the donor-stipulated purpose has been fulfilled and/or the stipulated passage of time has elapsed) are reported as without donor restricted net assets released from with donor restrictions.

C. Use of estimates in preparing financial statements – The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the



**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

financial statements and the reported amounts of revenues, expenses, gains, losses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

- D. Income taxes – IPA is exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. However, income from certain activities not directly related to the Organizations tax exempt purpose is subject to taxation as unrelated business income. In addition, the Organization qualifies for the charitable organization deduction under Section 170(b)(1)(A) and has been classified as an organization other than a private foundation under Section 509(a)(1). The accounting standard on accounting for uncertainty in income taxes addresses the determination of whether tax benefits claimed or expected to be claimed on a tax return should be recorded in the financial statements. Under that guidance, the Organization may recognize the tax benefit from an uncertain tax position only if it is more likely than not that the tax position will be sustained on examination by taxing authorities based on the technical merits of the position. Examples of tax positions include the tax-exempt status of the Organization and various positions related to the potential sources of unrelated business taxable income (UBIT). The tax benefits recognized in the financial statements from such as position are measured based on the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement. There were no unrecognized tax benefits or recorded as liabilities for the year ended December 31, 2021. IPA is generally not subject to examination by the Internal Revenue Service or the State of Maryland three years after the filing of its latest information returns.
- E. Cash and cash equivalents - For purposes of the statement of cash flows, cash equivalents include time deposits, certificates of deposit and all highly liquid debt instruments with original maturities of three months or less.
- F. Property and depreciation - Property is stated at cost at the date of acquisition or fair market value at the date of donation. Major additions and betterments are charged to the asset accounts while maintenance and repairs which do not improve or extend the lives of the assets are expensed currently. Depreciation of office furniture and equipment is provided using the straight-line method over 5 years. Depreciation expense for the year ended December 31, 2021 was \$-0-.
- G. Allocation of expenses - The costs of providing various programs and other activities have been summarized on a functional basis in the Statement of Activities. The statements of functional expenses present the natural classification detail of expenses by function. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 3 – LIQUIDITY AND AVAILABILITY OF RESOURCES**

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

Financial assets at year-end	\$ 319,485
Less those unavailable for general expenditures within	
One year due to:	0
Contractual or donor-imposed restrictions:	0
Restricted by donor with time or purpose restrictions	0
Subject to appropriation and satisfaction of donor restrictions	0
Board Designations (if any):	0
 Financial assets available to meet cash needs for general	
Expenditures within one year	<u>\$ 319,485</u>

The Organization is not supported by any donor restricted contributions.

**NOTE 4 – REVENUE RECOGNITION AND NEW ACCOUNTING PRONOUNCEMENTS**

In August 2015, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) 2014-09 (Topic 606) pertaining to revenue from contracts with customers. This pronouncement was amended by ASU 2020-05 to extend the effective date of this pronouncement for non-public companies to become effective for fiscal years beginning after December 15, 2019, with early adoption permitted. The Organizations financial statements were not impacted by the adoption of Topic 606.

In February 2016, the FASB issued ASU 2016-02, Leases (Topic 842), which, among other things, requires the recognition of lease assets and lease liabilities by lessees, including for those leases classified as operating leases under previous GAAP, along with the disclosure of key information about leasing arrangements. When effective, the ASU will supersede FASB ASC 840, Leases and add Topic 842, Leases, the FASB ASC. The ASU is effective for most nonprofit organizations for fiscal years beginning after December 15, 2022. Early adoption is permitted. In addition to replacing FASB ASC 840 with FASB ASC 842, the ASU amends and supersedes other Topics throughout the FASB ASC. Management has not yet evaluated the effects of this standard on the Organization’s financial statements.

**NOTE 5 – INVESTMENTS IN MARKETABLE SECURITIES**

IPA has funds invested in the Vanguard Federal Money Market Fund. The method used to measure the fair value of the Fund may produce an amount that may not be indicative of net realizable value or reflective of future values. Furthermore, although IPA believes its valuation method is appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. The Fund invests in short term U.S. Government securities and seeks to preserve shareholders investment by maintaining a share value of \$1, although the share value is not guaranteed. The Fund value as of December 31, 2021 was \$141,745 and is reported at fair value based on quoted market prices in the statement of financial position of IPA and is included in cash and cash equivalents. Under FASB ASC 820, the Fund is

**THE INTERNATIONAL PARURESIS ASSOCIATION, INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021**

**NOTE 5 – INVESTMENTS IN MARKETABLE SECURITIES (continued)**

considered to be a Level 2 Fair Value Measurement and the valuation methodology include quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in inactive markets, inputs other than quoted prices that are observable for the asset or liability, inputs that are derived principally from or corroborated by observable market data by correlation or other means.

**NOTE 6 – CONCENTRATION OF CREDIT RISK**

The Organization maintains its cash in highly rated financial institutions insured up to \$250,000 by the Federal Deposit Insurance Corporation (FDIC). As of December 31, 2021, the Organization had no funds in excess of the FDIC limit. The Organization as of December 31, 2021, had \$141,745 invested with Vanguard Federal Money Market Fund. The money market fund is not insured by the FDIC.

**NOTE 7 – EVALUATION OF SUBSEQUENT EVENTS**

Events that occur after the statement of financial position date, but before the financial statements were available to be issued, must be evaluated for recognition or disclosure. The effects of subsequent events that provide evidence about conditions that existed at the statement of financial position date are recognized in the accompanying financial statements. Subsequent events which provide evidence about conditions that existed after the statement of financial position date require disclosure in the accompanying notes. Management evaluated the activity of IPA through November 3, 2022 and concluded that no subsequent events have occurred that would require recognition or disclosure in the financial statements.