

NATIONAL SPINAL CORD  
INJURY ASSOCIATION

S.E. WISCONSIN CHAPTER

FINANCIAL REPORT

DECEMBER 31, 2017

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**THOMAS E. MICHALS CPA, S.C.**  
**CERTIFIED PUBLIC ACCOUNTANTS**

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**Independent Auditor's Report**

**To the Board of Directors  
National Spinal Cord Injury Association  
S. E. Wisconsin Chapter**

I have audited the accompanying statements of assets and fund balances as of December 31, 2017 and the statements of revenue, expenses and changes in fund balances and the statement of cash flow for the year then ended. These financial statements are the responsibility of the Chapter's management. My responsibility is to express an opinion on these financial statements based on our audit.

I conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe our audit provides a reasonable basis for our opinion.

In my opinion, the financial statements referred to above present fairly, in all material aspects, the financial position of the National Spinal Cord Injury Association, SWC, as of December 31, 2017 and for the year then ended, in conformity with U.S. generally accepted accounting principles.

**OCTOBER 29, 2018**



NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC

STATEMENT OF ASSETS  
AND FUND BALANCES

	DECEMBER 31, <u>2017</u>	DECEMBER 31 <u>2016</u>
<b><u>ASSETS</u></b>		
CASH	\$ 78,548	\$ 78,961
ACCOUNTS RECEIVABLE	-	-
<b>TOTAL CURRENT ASSETS</b>	<b>78,548</b>	<b>78,961</b>
 FURNITURE & EQUIPMENT	 -	 11,428
(less) ACCUMULATED DEPRECIATION	-	(11,428)
<b>TOTAL FIXED ASSETS</b>	<b>-</b>	<b>-</b>
 <b>TOTAL ASSETS</b>	 <b><u>\$ 78,548</u></b>	 <b><u>\$ 78,961</u></b>
<b><u>LIABILITIES &amp; NET ASSETS</u></b>		
ACCOUNTS PAYABLE	\$ 50	\$ 50
PAYROLL TAXES DUE	-	-
<b>TOTAL CURRENT LIABILITIES</b>	<b>50</b>	<b>50</b>
 BOARD DESIGNATED USE FUNDS	 78,498	 78,911
<b>TOTAL FUND BALANCES</b>	<b>78,498</b>	<b>78,911</b>
 <b>TOTAL LIABILITIES &amp; NET ASSETS</b>	 <b><u>\$ 78,548</u></b>	 <b><u>\$ 78,961</u></b>

THE NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS

**NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC**

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND BALANCES  
For the Year Ended December 31,**

	<u>2017</u>	<u>2016</u>
<b><u>REVENUE:</u></b>		
CONTRIBUTIONS - DIRECT PUBLIC SUPPORT	\$ 2,291	\$ 3,280
CONTRIBUTIONS - INDIRECT PUBLIC SUPPORT	1,326	884
MEMBERSHIP DONATIONS	1,100	1,000
NET REVENUE FROM SPECIAL EVENTS	6,263	9,194
INVESTMENT INCOME	-	-
<b>TOTAL REVENUE</b>	<b>10,980</b>	<b>14,358</b>
<b><u>EXPENSES:</u></b>		
GRANTS AND ALLOCATIONS	6,322	6,381
COMPENSATION OF OFFICERS AND DIRECTORS	600	600
AUDIT FEES	750	750
SUPPLIES AND OFFICE EXPENSES	427	498
TELEPHONE	1,139	939
POSTAGE AND SHIPPING	144	231
PRINTING AND PUBLICATIONS	40	104
FEES AND LICENSES	125	385
INSURANCE	1,846	3,829
<b>TOTAL EXPENSE</b>	<b>11,393</b>	<b>13,717</b>
<b>EXCESS OF EXPENSES OVER REVENUE</b>	<b>(413)</b>	<b>641</b>
<b>FUND BALANCES</b>		
<b>BEGINNING OF YEAR</b>	<b>78,911</b>	<b>78,270</b>
<b>END OF YEAR</b>	<b>\$ 78,498</b>	<b>\$ 78,911</b>

THE NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS

NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC  
STATEMENTS OF FUNCTIONAL EXPENSES  
For the Year ended  
December 31,

	PROGRAM SERVICES	MANAGEMENT & GENERAL	FUND RAISING	<u>TOTAL</u> <u>2017</u>	<u>TOTAL</u> <u>2016</u>
<u>EXPENSES:</u>					
GRANTS AND ALLOCATIONS	\$ 6,322	\$ -	\$ -	\$ 6,322	\$ 6,381
COMPENSATION OF OFFICERS AND DIRECTORS	600	-	-	600	600
AUDIT FEES	175	380	195	750	750
SUPPLIES AND OFFICE EXPENSES	231	40	156	427	498
TELEPHONE	500	70	569	1,139	939
POSTAGE AND SHIPPING	54	90	-	144	231
PRINTING AND PUBLICATIONS	40	-	-	40	104
FEES AND LICENSES	-	125	-	125	385
INSURANCE	740	325	781	1,846	3,829
					-
<b>TOTAL EXPENSE</b>	<b>\$ 8,662</b>	<b>\$ 1,030</b>	<b>\$ 1,701</b>	<b>\$ 11,393</b>	<b>\$ 13,717</b>

THE NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS



NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC

STATEMENT OF CASH FLOW  
For the Year Ended  
December 31, 2016

CASH AND EQUIVALENTS-DECEMBER 31, 2017	\$	78,548
CASH AND EQUIVALENTS-DECEMBER 31, 2016	\$	78,961
<b>NET (DECREASE) IN CASH AND EQUIVALENTS</b>	<b>\$</b>	<b>(413)</b>
CASH PROVIDED/(USED) BY OPERATIONS		-413
EXCESS EXPENSES OVER REVENUE	\$	(413)
TOTAL		(413)
CHANGE IN CURRENT LIABILITIES		-
<b>NET (DECREASE) IN CASH AND EQUIVALENTS</b>	<b>\$</b>	<b>(413)</b>

THE NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THESE STATEMENTS

NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC

NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended December 31, 2016

Note 1.

**Summary of Significant Accounting Policies**

**Nature of Organization:**

The National Spinal Cord Injury Association/S.E. Wisconsin Chapter is a non-profit organization that operates under the tax exempt status of Section 501(c)3 of the Internal Revenue Code. Accordingly no provision for capital stock or income taxes has been made. The organization's was founded to assist those in the area with spinal cord injuries and others in the prevention of such injuries, peer advising, and a quarterly newsletter. Its primary purpose is to assist newly injured people return to an all inclusive society in a productive way.

The organization's revenues are derived from public support and special events.

**Method of Accounting:**

The organization follows the accrual method of accounting wherein revenues and expenses are reflected in the period earned or incurred.

**Cash and Other Investments:**

Cash is held in a business checking account.

**Property and Equipment:**

Property and equipment are recorded at cost. Depreciation is computed using the straight-line method over the estimated useful lives of the assets.

**Use of Estimates:**

The preparation of financial statements in accordance with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures, particularly the use of market value for marketable securities. Accordingly, actual results could differ from those estimates.

Note 2.

**Board Designated Use Funds**

As of December 31, the Board of Directors had designated funds to be used for:

	<u>2017</u>
Greater Needs Program	78,548
	\$ 78,548



NATIONAL SPINAL CORD INJURY ASSOCIATION  
SWC

SCHEDULE OF FINDINGS  
For the Year Ended December 31, 2016

A. Summary of Auditor's Results

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weakness identified	No
Significant deficiency identified not considered to be a material weakness	Yes
Noncompliance material to the financial statements noted	No

B. Financial Statement Findings

Reportable condition - internal control:

Item 1	<u>Segregation of Duties</u>
Condition:	Several accounting functions regarding cash receipts and disbursements and the related record keeping which should be segregated are being performed by one or two individuals.
Criteria:	Accounting functions should be segregated.
Effect:	Lack of proper segregation of duties could affect the organization's ability to record, process, summarize or properly report financial data.
Recommendation:	Considering the size of the organization, we believe that a proper segregation of accounting duties would be impractical and the cost of such control would exceed the benefits realized.
Comments:	The organization concurs with the finding and recommendation.

No other items were noted that are required to be disclosed as findings or questioned costs.

No prior year audit findings need to be reported.



National Spinal Cord Injury Association / S.E. Wisconsin Chapter

**CORRECTIVE ACTION PLAN**

Thomas E. Michals CPA S.C.  
October 29, 2018

**Internal Control**

**A. Comments on Findings and Recommendations**

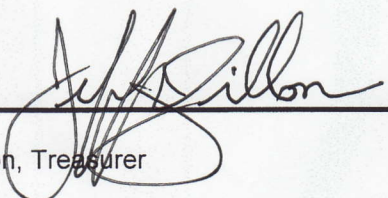
The Organization agrees with auditor's findings.

**B. Actions to be Taken.**

The Organization agrees with the auditor's comment that implementing a proper segregation of duties in a small entity of this size would be impractical and cost prohibitive.

National Spinal Cord Injury Association  
Greater Milwaukee Area Chapter

By:

  
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Jeffrey Dillon, Treasurer