



**Financial Statements**  
**(Together with Independent Auditors' Report)**  
**Years Ended February 28, 2023 and 2022**

**TOURETTE ASSOCIATION OF AMERICA INC.**

**FINANCIAL STATEMENTS  
(Together with Independent Auditors' Report)**

**YEARS ENDED FEBRUARY 28, 2023 AND 2022**

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## INDEPENDENT AUDITORS' REPORT

The Board of Directors  
Tourette Association of America Inc.  
Bayside, New York

### **Opinion**

We have audited the financial statements of Tourette Association of America Inc. (the "Association"), which comprise the statements of financial position as of February 28, 2023 and 2022, and the related 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 financial statements present fairly, in all material respects, the financial position of the Association as of February 28, 2023 and 2022, and 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 in accordance with auditing standards generally accepted in the United States of America ("GAAS"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Association 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.

### **Change in Accounting Principle**

As discussed in Note 20 to the financial statements, the Association changed its method of accounting for leases as a result of the adoption of Accounting Standards Codification Topic 842, *Leases*, effective March 1, 2022, under the modified retrospective transition method. Our opinion is not modified with respect to this matter.

### **Responsibilities of Management for the Financial Statements**

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the 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 audits 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 Association's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Association'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.

*Mayer Hoffman McCann CPAs*

New York, NY  
August 15, 2023

**TOURETTE ASSOCIATION OF AMERICA INC.  
STATEMENTS OF FINANCIAL POSITION  
AS OF FEBRUARY 28, 2023 AND 2022**

	<b>2023</b>	<b>2022</b>
<b>ASSETS</b>		
Cash and cash equivalents (Notes 2C and 15)	\$ 669,041	\$ 846,137
Grants receivable (Note 2H)	177,973	98,354
Contributions receivable, net (Notes 2H and 6)	924,953	564,128
Investments (Notes 2D, 2M and 4)	8,284,352	9,543,609
Investments - with donor restrictions (Notes 2B, 2M, 4 and 14)	474,000	474,000
Prepaid expenses and other assets	245,703	173,942
Property and equipment, net (Notes 2E and 5)	27,708	35,961
Operating lease right-of-use asset (Notes 2O and 8)	322,270	-
Financing lease right-of-use asset (Notes 2O and 8)	31,402	-
	<u>11,157,402</u>	<u>11,736,131</u>
<b>TOTAL ASSETS</b>	<b>\$ 11,157,402</b>	<b>\$ 11,736,131</b>
<b>LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 407,459	\$ 284,352
Research grants payable (Note 11)	863,852	1,151,316
Line of credit (Note 12)	331,196	-
Deferred revenue (Note 2G)	5,796	19,702
Operating lease liability (Notes 2O and 8)	322,270	-
Financing lease liability (Notes 2O and 8)	31,402	-
	<u>1,961,975</u>	<u>1,455,370</u>
<b>TOTAL LIABILITIES</b>	<b>1,961,975</b>	<b>1,455,370</b>
<b>COMMITMENTS AND CONTINGENCIES (Note 9)</b>		
<b>NET ASSETS (Notes 2B, 13 and 14)</b>		
Without donor restrictions	7,813,479	9,063,123
With donor restrictions:		
Restricted for time and purpose (Note 13)	907,948	743,638
Perpetual in nature (Note 14)	474,000	474,000
Total net assets with donor restrictions	<u>1,381,948</u>	<u>1,217,638</u>
	<u>9,195,427</u>	<u>10,280,761</u>
<b>TOTAL NET ASSETS</b>	<b>9,195,427</b>	<b>10,280,761</b>
<b>TOTAL LIABILITIES AND NET ASSETS</b>	<b>\$ 11,157,402</b>	<b>\$ 11,736,131</b>

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

**TOURETTE ASSOCIATION OF AMERICA INC.**  
**STATEMENTS OF ACTIVITIES**  
**FOR THE YEARS ENDED FEBRUARY 28, 2023 AND 2022**

	For the Year Ended February 28, 2023			For the Year Ended February 28, 2022		
	Without Donor Restrictions	With Donor Restrictions	Total 2023	Without Donor Restrictions	With Donor Restrictions	Total 2022
<b>SUPPORT AND REVENUE:</b>						
<b>Public Support:</b>						
Fundraising events revenue	\$ 1,520,982	\$ -	\$ 1,520,982	\$ 980,154	\$ -	\$ 980,154
Less: direct benefits to donors (Note 2K)	<u>(151,631)</u>	<u>-</u>	<u>(151,631)</u>	<u>(150,441)</u>	<u>-</u>	<u>(150,441)</u>
Net fundraising events revenue	1,369,351	-	1,369,351	829,713	-	829,713
Grants, contributions and bequests (Notes 2G, 2H, 2J, 11 and 14)	958,015	1,348,407	2,306,422	1,345,965	859,591	2,205,556
In-kind contributions (Note 2F)	<u>108,632</u>	<u>-</u>	<u>108,632</u>	<u>236,573</u>	<u>-</u>	<u>236,573</u>
<b>Total Public Support</b>	<u>2,435,998</u>	<u>1,348,407</u>	<u>3,784,405</u>	<u>2,412,251</u>	<u>859,591</u>	<u>3,271,842</u>
<b>Government Support:</b>						
C.D.C. grant (Note 2H)	866,930	-	866,930	868,158	-	868,158
<b>Total Government Support</b>	<u>866,930</u>	<u>-</u>	<u>866,930</u>	<u>868,158</u>	<u>-</u>	<u>868,158</u>
<b>Revenue:</b>						
Investment activity (Notes 4 and 14)	(645,079)	4,795	(640,284)	348,889	5,146	354,035
Conference income (Note 2N)	171,515	-	171,515	67,535	-	67,535
Loss on disposal of property and equipment	<u>(14,041)</u>	<u>-</u>	<u>(14,041)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Revenue</b>	<u>(487,605)</u>	<u>4,795</u>	<u>(482,810)</u>	<u>416,424</u>	<u>5,146</u>	<u>421,570</u>
<b>Net assets released from restrictions</b> (Notes 2B and 13)	<u>1,188,892</u>	<u>(1,188,892)</u>	<u>-</u>	<u>1,049,967</u>	<u>(1,049,967)</u>	<u>-</u>
<b>TOTAL SUPPORT AND REVENUE</b>	<u>4,004,215</u>	<u>164,310</u>	<u>4,168,525</u>	<u>4,746,800</u>	<u>(185,230)</u>	<u>4,561,570</u>
<b>EXPENSES:</b>						
Program services	4,019,936	-	4,019,936	3,252,678	-	3,252,678
Management and general	559,855	-	559,855	508,320	-	508,320
Fundraising	<u>674,068</u>	<u>-</u>	<u>674,068</u>	<u>461,803</u>	<u>-</u>	<u>461,803</u>
<b>TOTAL EXPENSES</b>	<u>5,253,859</u>	<u>-</u>	<u>5,253,859</u>	<u>4,222,801</u>	<u>-</u>	<u>4,222,801</u>
<b>CHANGE IN NET ASSETS</b> (Notes 13 and 14)	(1,249,644)	164,310	(1,085,334)	523,999	(185,230)	338,769
Net assets - beginning of year	<u>9,063,123</u>	<u>1,217,638</u>	<u>10,280,761</u>	<u>8,539,124</u>	<u>1,402,868</u>	<u>9,941,992</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 7,813,479</u>	<u>\$ 1,381,948</u>	<u>\$ 9,195,427</u>	<u>\$ 9,063,123</u>	<u>\$ 1,217,638</u>	<u>\$ 10,280,761</u>

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

**TOURETTE ASSOCIATION OF AMERICA INC.**  
**STATEMENT OF FUNCTIONAL EXPENSES**  
**FOR THE YEAR ENDED FEBRUARY 28, 2023**  
(With Comparative Totals for the Year Ended February 28, 2022)

	Program Services				Total Program Services	Support Services		TOTAL 2023	TOTAL 2022
	Public Education	Professional Education	Center for Disease Control Program	Research		Management and General	Fundraising		
Salaries	\$ 935,318	\$ 47,069	\$ 219,712	\$ 234,669	\$ 1,436,768	\$ 251,829	\$ 304,220	\$ 1,992,817	\$ 1,744,470
Payroll taxes and employee benefits (Note 7)	<u>177,729</u>	<u>12,870</u>	<u>42,501</u>	<u>42,644</u>	<u>275,744</u>	<u>38,073</u>	<u>66,870</u>	<u>380,687</u>	<u>282,668</u>
<b>Total Salaries and Related Costs</b>	1,113,047	59,939	262,213	277,313	1,712,512	289,902	371,090	2,373,504	2,027,138
Research grants (Note 11)	-	-	-	699,600	699,600	-	-	699,600	447,369
Genetic analysis and lab pathology (Note 11)	-	-	-	-	-	-	-	-	44,435
Chapter support (Note 10)	26,543	-	51,413	-	77,956	-	-	77,956	24,826
Occupancy (Note 8)	38,220	-	-	14,874	53,094	23,997	23,398	100,489	153,714
Repairs and maintenance	4,679	-	-	1,821	6,500	5,091	2,865	14,456	1,472
Depreciation (Note 5)	3,377	-	-	1,314	4,691	7,282	2,068	14,041	14,825
Telephone and internet	13,968	-	15,300	2,343	31,611	4,520	31,031	67,162	81,447
Information technology	24,343	-	7,396	17,848	49,587	38,377	11,619	99,583	54,453
Postage and mail services	41,293	4,130	19,055	3,329	67,807	3,965	23,662	95,434	190,834
Printing and publications	5,750	16,773	194,826	8,048	225,397	-	9,260	234,657	116,536
Supplies	35,330	232	863	5,920	42,345	10,417	50,856	103,618	21,145
Insurance	28,874	200	-	2,773	31,847	26,243	3,205	61,295	48,493
Professional fees	17,194	1,229	-	10,117	28,540	13,955	6,171	48,666	43,859
Legal expense (Note 2F)	35,458	-	-	1,447	36,905	97,993	13,408	148,306	237,573
Consultants	132,103	24,100	61,014	29,930	247,147	23,050	43,943	314,140	200,492
Travel expenses	30,796	9,687	77,028	20,055	137,566	1,534	45,880	184,980	28,396
Registration, filing fees and membership	33,826	442	375	3,638	38,281	10,218	13,759	62,258	40,531
Other conferences and meetings	64,635	8,542	63,699	-	136,876	-	-	136,876	59,176
National conference	161,459	-	-	-	161,459	-	-	161,459	3,857
Promotional expenses	27,895	-	86,746	270	114,911	-	151,730	266,641	407,970
Recruitment and training	54,054	1,439	4,428	10,666	70,587	3,311	19,433	93,331	25,723
Miscellaneous	12,674	8,350	22,574	1,119	44,717	-	2,321	47,038	78,278
Honorariums	-	-	-	-	-	-	-	-	20,700
Subtotal	1,905,518	135,063	866,930	1,112,425	4,019,936	559,855	825,699	5,405,490	4,373,242
Less: cost of direct benefits to donors (Note 2K)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(151,631)</u>	<u>(151,631)</u>	<u>(150,441)</u>
<b>TOTAL EXPENSES</b>	<u>\$ 1,905,518</u>	<u>\$ 135,063</u>	<u>866,930</u>	<u>1,112,425</u>	<u>4,019,936</u>	<u>559,855</u>	<u>674,068</u>	<u>\$ 5,253,859</u>	<u>\$ 4,222,801</u>

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

**TOURETTE ASSOCIATION OF AMERICA INC.  
STATEMENT OF FUNCTIONAL EXPENSES  
FOR THE YEAR ENDED FEBRUARY 28, 2022**

	Program Services				Support Services			TOTAL 2022
	Public Education	Professional Education	Center for Disease Control Program	Research	Total Program Services	Management and General	Fundraising	
Salaries	\$ 889,723	\$ 5,135	\$ 202,800	\$ 153,826	\$ 1,251,484	\$ 261,309	\$ 231,677	\$ 1,744,470
Payroll taxes and employee benefits (Note 7)	147,176	2,258	37,327	22,706	209,467	31,502	41,699	282,668
<b>Total Salaries and Related Costs</b>	1,036,899	7,393	240,127	176,532	1,460,951	292,811	273,376	2,027,138
Research grants (Note 11)	-	-	-	447,369	447,369	-	-	447,369
Chapter support (Note 10)	24,626	-	200	-	24,826	-	-	24,826
Genetic analysis and lab pathology (Note 11)	-	-	44,435	-	44,435	-	-	44,435
Occupancy (Note 8)	85,023	-	-	7,912	92,935	38,277	22,502	153,714
Repairs and maintenance	762	-	-	71	833	437	202	1,472
Depreciation (Note 5)	7,674	-	-	714	8,388	4,406	2,031	14,825
Telephone and internet	14,014	-	40,702	7,308	62,024	14,659	4,764	81,447
Information technology	30,730	-	-	4,827	35,557	13,098	5,798	54,453
Postage and mail services	10,717	-	149,763	10,904	171,384	6,603	12,847	190,834
Printing and publications	3,755	-	94,746	6,047	104,548	290	11,698	116,536
Supplies	12,065	-	36	4,845	16,946	683	3,516	21,145
Insurance	22,941	168	-	2,334	25,443	20,354	2,696	48,493
Professional fees	24,751	-	-	3,888	28,639	10,550	4,670	43,859
Legal expense (Note 2F)	79,962	-	-	27,007	106,969	73,081	57,523	237,573
Consultants	76,756	-	23,400	59,465	159,621	23,226	17,645	200,492
Travel expenses	4,722	2,797	4,635	475	12,629	759	15,008	28,396
Registration, filing fees and membership	32,269	-	1,282	1,905	35,456	1,776	3,299	40,531
Other conferences and meetings	22,229	-	30,393	500	53,122	-	6,054	59,176
National conference	3,857	-	-	-	3,857	-	-	3,857
Promotional expenses	79,756	-	165,394	-	245,150	-	162,820	407,970
Recruitment and training	5,447	-	-	9,165	14,612	7,258	3,853	25,723
Miscellaneous	13,674	5,666	55,434	1,510	76,284	52	1,942	78,278
Honorariums	-	3,000	17,700	-	20,700	-	-	20,700
Subtotal	1,592,629	19,024	868,247	772,778	3,252,678	508,320	612,244	4,373,242
Less: cost of direct benefits to donors (Note 2K)	-	-	-	-	-	-	(150,441)	(150,441)
<b>TOTAL EXPENSES</b>	<b>\$ 1,592,629</b>	<b>\$ 19,024</b>	<b>\$ 868,247</b>	<b>\$ 772,778</b>	<b>\$ 3,252,678</b>	<b>\$ 508,320</b>	<b>\$ 461,803</b>	<b>\$ 4,222,801</b>

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



**TOURETTE ASSOCIATION OF AMERICA INC.**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED FEBRUARY 28, 2023 AND 2022**

	<b>2023</b>	<b>2022</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Change in net assets	\$ (1,085,334)	\$ 338,769
Adjustments to reconcile change in net assets to net cash (used in) provided by operating activities:		
Depreciation expense	14,041	14,825
Loss on disposal	17,344	-
Donor-restricted contribution to be held in perpetuity	-	(140,000)
Realized loss (gain) on investments	35,086	(246,847)
Unrealized loss on investments	761,336	3,358
Discount on contributions net of amortization	15,412	(7,257)
Forgiveness of refundable advance	-	(395,177)
Operating lease right-of-use assets	322,270	-
Financing lease right-of-use assets	31,402	-
	111,557	(432,329)
Changes in operating assets and liabilities:		
(Increase) decrease in assets:		
Grants receivable	(79,619)	(42,102)
Contributions receivable	(376,237)	338,985
Prepaid expenses and other assets	(71,761)	(29,117)
(Decrease) increase in liabilities:		
Accounts payable and accrued expenses	123,107	102,900
Research grants payable	(287,464)	72,263
Deferred revenue	(13,906)	(6,290)
Operating lease liability	(322,270)	-
Financing lease liability	(31,402)	-
<b>Net Cash (Used in) Provided by Operating Activities</b>	<b>(947,995)</b>	<b>4,310</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Purchases of property and equipment	(23,132)	(15,627)
Proceeds from sales of investments	2,513,938	2,463,254
Purchases of investments	(2,051,103)	(4,254,933)
<b>Net Cash Provided by (Used in) Investing Activities</b>	<b>439,703</b>	<b>(1,807,306)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		
Donor-restricted contribution to be held in perpetuity	-	140,000
Borrowings against bank line of credit	656,196	-
Payments toward bank line of credit	(325,000)	-
<b>Net Cash Provided by Financing Activities</b>	<b>331,196</b>	<b>140,000</b>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	<b>(177,096)</b>	<b>(1,662,996)</b>
Cash and cash equivalents - beginning of year	846,137	2,509,133
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<b>\$ 669,041</b>	<b>\$ 846,137</b>
<b>Supplemental Disclosure of Cash Flow Information:</b>		
Cash paid for interest	\$ 6,136	\$ -

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

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
FEBRUARY 28, 2023 AND 2022**

**NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES**

Tourette Association of America Inc. (the “Association”) was incorporated in the State of New York as a not-for-profit organization in 1972. The Association has been granted exemption from federal income tax pursuant to Section 501(c)(3) of the Internal Revenue Code. The Association is dedicated to making life better for all people affected by Tourette Syndrome and other Tic Disorders and accomplishes this through efforts that raise awareness, advance research and provide ongoing support. To this end, the Association:

**Public Education**

- Provides support to individuals and families. The Association maintains a network of 31 local affiliates operating as chapters and 100 support groups that provide local support services for people living with Tourette Syndrome. Chapters and support groups are located across the country and offer emotional support, educational workshops and the chance to participate in community, group and awareness activities. The Association offers free information and referral services for individuals and families, as well as individualized education support and planning services.
- Fosters awareness and social acceptance. The Association develops and disseminates informational materials, resources and referral information to the general public, and generally promotes awareness and understanding about Tourette through various channels. These channels include a comprehensive and informative website, a robust social media presence designed to catalyze understanding and social acceptance of Tourette, and a national education and advocacy conference.
- Empowers young people. Through its Youth Ambassador Program, the Association has been instrumental in empowering teens with Tourette. Through this program, young people are trained to teach their peers about Tourette Syndrome and, in the process, become confident despite their diagnosis. The impact and effectiveness of this program’s impact has been well documented by both the Youth Ambassadors themselves as well as media around the country.

**Professional Education**

- Provides education to professionals. The Association promotes awareness and understanding of Tourette Syndrome to medical, scientific, educational and allied professionals. This is done through the development of educational materials, conducting conferences, and distributing and interpreting research updates. The Association also develops materials designed to educate and foster sensitivity among law enforcement and service professionals.
- The Tourette Syndrome Behavior Training Institute (“TS-BTI”) was created to expand the number of healthcare professionals competently trained in behavior therapy for Tourette Syndrome and other Tic Disorders. Individuals participating in the TS-BTI are health or mental health practitioners licensed or certified to practice in their state.

**Center for Disease Control Program**

- The Association and the Center for Disease Control and Prevention (the “CDC”) is in its sixteenth year of a health education partnership, which is part of a larger appropriation from the U.S. Congress. Through the partnership, the Association seeks to achieve increased access to awareness of available support services and treatments for Tourette Syndrome among the community, public, healthcare and educational professionals. This is accomplished through a variety of projects, including, but not limited to: in-service educational workshops, a webinar series, online support groups, small grant programs for the Centers of Excellence and Chapters/support groups, development of educational materials and videos, and other education and awareness activities deemed appropriate.

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
FEBRUARY 28, 2023 AND 2022**

**NOTE 1 – ORGANIZATION AND NATURE OF ACTIVITIES (Continued)**

**Research**

- The Association actively manages a diverse portfolio of research and medical programs for Tourette Syndrome and other Tic Disorders. The centerpiece of this portfolio is an annual grants program that supports career development, basic and clinical research aimed at increasing its understanding of Tourette Syndrome and related disorders. The Association's research grant programs are overseen by an external Scientific Advisory Board comprised of top researchers and doctors with diverse expertise. Many of the researchers who receive seed funding from the Association for proof of concept go on to secure major funding from the National Institute of Health ("NIH").
- In addition, the Association manages a Center of Excellence program which recognizes medical institutions that offer the highest level of care. These institutions are undertaking groundbreaking research, are leaders in training and education and/or provide exceptional community outreach and advocacy for Tourette Syndrome and other Tic Disorders.
- Lastly, the Association provides funding to research consortia, a Tourette brain bank, and deep brain stimulation registry. For these projects, the Association works proactively with its prestigious Medical Advisory Board to guide these strategic funding efforts and determine new opportunities to impact care and treatment for those with Tourette Syndrome and other Tic Disorders.

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

- A. The Association prepares its financial statements using the accrual basis of accounting. The Association adheres to accounting principles generally accepted in the United States of America ("U.S. GAAP").
- B. The Association distinguishes between contributions that increase net assets with donor restrictions and net assets without donor restrictions depending on the existence and/or nature of any donor restrictions. The Association reports gifts of cash and other assets as with donor restrictions if they are received with donor stipulations that limit the use of donated assets. When a donor restriction expires, that is, when a stipulated time restriction ends or purpose restriction is accomplished, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statements of activities as net assets released from restrictions.

Net assets without donor restrictions are resources available for support of the Association's operations over which the Board has discretionary control.

Net assets with donor restrictions are released by incurring expenses satisfying the restricted purpose of providing program services or the passage of time. As of February 28, 2023 and 2022, net assets with donor restrictions are available for public and professional education services and include certain time restricted contributions.

Net assets with donor restrictions perpetual in nature represent the principal of an endowment fund. The Board of Directors has interpreted the New York-enacted version of the Uniform Prudent Management of Institutional Funds Act as allowing the Association to appropriate for expenditure or accumulate so much of an endowment fund as the Association determines is prudent for the uses, benefits, purposes and duration for which the endowment fund is established, (currently the Public Education program). The donor has reserved the right to change the program designation.

The Association's net assets with donor restrictions of \$474,000 that are perpetual in nature are included in the accompanying statements of financial position as of both February 28, 2023 and 2022. Investment (loss) income (including gains and losses on investment and interest) is included in the statements of activities as (decreases) increases in net assets with donor restrictions until appropriated for expenditure. Net assets with donor restrictions that are perpetual in nature are invested as part of the Association's investment portfolio (See Note 4).

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
FEBRUARY 28, 2023 AND 2022**

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

- C. The Association considers all highly liquid debt instruments purchased with maturities of 90 days or less (except money market funds held by investment trustees for long-term investment) to be cash and cash equivalents.
- D. Investments are reported at fair value.
- E. Property and equipment are stated at cost less accumulated depreciation. These amounts do not purport to represent replacement or realizable values. Property and equipment are capitalized provided its cost is \$1,000 or more and its useful life is greater than one year. Depreciation is provided on a straight-line basis over the estimated useful life of the asset.
- F. Donated services are recognized in the financial statements at fair value, if the services enhance or create non-financial assets or require specialized skills, provided the individuals possess those skills and would typically need to be purchased, if not provided by donation.

Donated goods and services consisted of the following for the year ended February 28, 2023:

<u>Nonfinancial Asset</u>	<u>Amount</u>	<u>Usage in Programs</u>	<u>Donor-imposed Restrictions</u>	<u>Fair Value Method</u>
Donated Legal	\$ 108,632	Administrative Services	None	Hourly billable rate

Donated goods and services consisted of the following for the year ended February 28, 2022:

<u>Nonfinancial Asset</u>	<u>Amount</u>	<u>Usage in Programs</u>	<u>Donor-imposed Restrictions</u>	<u>Fair Value Method</u>
Donated Legal	\$ 241,238	Administrative Services	None	Hourly billable rate

- G. Revenue from government grants and contracts designated for use toward specific activities is recognized in the period when expenses have been incurred in compliance with the grantor's conditions and there is no right of return. Registration income received in advance for conferences are deferred and are recognized as revenue in the next year. Cash received in excess of revenue recognized is recorded as deferred revenue. As of February 28, 2023 and 2022, the Association received \$5,796 and \$1,000, respectively, of advances for events that will be applied to expenses to be incurred in the next year.

As of February 28, 2023 and 2022, the Association received conditional contracts from a government agency in the aggregate amounts of \$648,000 and \$1,275,000, respectively, that have not been recorded in the accompanying financial statements under Financial Accounting Standards Board ("FASB") Accounting Standards Update ("ASU") 2018-08 as they have not yet been earned. These grants and contracts require the Association to provide informational programs and develop/disseminate resources on recognition, diagnosis, and management of Tourette Syndrome. If such services are not provided, the governmental entity is not obligated to expend the funds allotted under the contracts.

- H. Contributions receivable are recorded at net realizable value. Unless material, the Association does not discount them to present value. Grants receivable consist of receivables from the CDC. As of both February 28, 2023 and 2022, the Association determined that an allowance for uncollectible contributions receivable of \$6,800 was necessary. The determination is based on a combination of factors, such as management's assessment of the aged basis of its government funding sources, estimates of the creditworthiness of its donors, current economic conditions and historical information.

**TOURETTE ASSOCIATION OF AMERICA INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
**FEBRUARY 28, 2023 AND 2022**

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

- I. The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.
- J. The Association recognizes bequests when the bequests become known and when the will has been declared valid by the probate court.
- K. The direct cost of special events includes expenses for the benefit of the donors. For example, meals, facilities, and rentals are considered direct costs of special events.
- L. The costs of program and supporting services activities have been summarized on a functional basis in the statements 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 financial statements report certain categories of expenses that are attributed to more than one program or supporting function. Therefore, expenses require allocation on a reasonable basis that is consistently applied. The expenses that are allocated include occupancy and depreciation, which are allocated on a square footage basis. Salaries and wages, benefits, payroll taxes, professional services, office expenses, information technology, insurance, and other expenses are allocated on the basis of time and effort.

- M. Fair value measurements are based on the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. In order to increase consistency and comparability in fair value measurements, a fair value hierarchy prioritizes observable and unobservable inputs used to measure fair value into three levels, as described in Note 4.
- N. Program service revenue is accounted for under ASU 2014-09, "Revenue from Contracts with Customers" (Topic 606). Revenue for performance obligations satisfied over time is recognized as the services are provided. Receivables are due in full when billed and revenue is recognized as performance obligations are satisfied. Performance obligations are determined based on the nature of the services provided by the Association in accordance with the contract.

Revenue for performance obligations satisfied over time is recognized as the services are provided. This method depicts the transfer of services over the term of the performance obligation based on the inputs needed to satisfy the obligation.

All performance obligations relate to contracts with a duration of less than one year; therefore, there are no performance obligations or contract balances that are unsatisfied as of February 28, 2023. The performance obligations for these contracts are completed when the service is completed. The Association determines the transaction price based on established rates for services provided. Program service revenue consists of conference income in the amount of \$171,515 and \$67,535, respectively, for the years ended February 28, 2023 and 2022.

- O. The Association adopted FASB ASU 2016-02, *Leases*, (Topic 842) for the year ended February 28, 2023. The ASU requires organizations that lease assets to recognize the present value of the assets and liabilities for the rights and obligations created by those leases. The adoption of Topic 842 for the year ended February 28, 2023 required the recognition of lease assets and liabilities as of that date. The lease assets and liabilities totaled \$353,672, respectively. The adoption of Topic 842 had no effect on the change in net assets as previously reported. The lease liabilities were calculated utilizing an average risk-free rate of 2.87% for leases in effect at the initial adoption date of March 1, 2022.

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
FEBRUARY 28, 2023 AND 2022**

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

P. Reclassification certain line items on the February 28, 2022 statement of activities have been reclassified to conform to the February 28, 2023 presentation.

**NOTE 3 – LIQUIDITY AND AVAILABILITY OF RESOURCES FOR GENERAL EXPENDITURES**

Financial assets available for general expenditure, that is, without donor or other restrictions limiting their use, within one year of the statements of financial position date, comprise the following as of February 28:

	2023	2022
Cash and cash equivalents	\$ 669,041	\$ 846,137
Grants receivable	177,973	98,354
Contributions receivable, net	924,953	564,128
Interest receivable	19,725	7,637
Investments	8,758,352	10,017,609
 Total financial assets	 10,550,044	 11,533,865
Certificate of deposits with maturity dates over one year	(2,206,700)	(1,191,384)
Net assets with donor restrictions	(1,381,948)	(1,217,638)
 Financial assets available for general expenditure net of donor-imposed restrictions	 \$ 6,961,396	 \$ 9,124,843

**NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS**

As part of the Association's liquidity management plan, the Association invests cash in excess of daily requirements in short-term investments, certificates of deposit, government bonds, money market funds and mutual funds.

Investments consist of the following at February 28:

	2023	2022
Money market	\$ 355,540	\$ 600,823
Certificates of deposit	2,206,700	1,903,892
Government bonds	329,619	470,762
Fixed income bonds	117,878	50,731
Corporate bonds	691,238	740,460
Equity securities	958,768	819,244
Mutual funds	4,098,609	5,431,697
 Total investments	 \$ 8,758,352	 \$ 10,017,609

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
FEBRUARY 28, 2023 AND 2022**

**NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)**

Certain of the Association's investments are subject to market volatility that could substantially change their fair values in the near term.

Investment activity consists of the following for the years ended February 28, 2023 and 2022:

	<b>2023</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Interest and dividends	\$ 185,972	\$ 4,795	\$ 190,767
Realized loss on investments	(35,086)	-	(35,086)
Unrealized loss on investments	(761,336)	-	(761,336)
Less: investment fees	(34,629)	-	(34,629)
Net investment loss	\$ (645,079)	\$ 4,795	\$ (640,284)

	<b>2022</b>		
	<b>Without Donor Restrictions</b>	<b>With Donor Restrictions</b>	<b>Total</b>
Interest and dividends	\$ 145,608	\$ 5,146	\$ 150,754
Realized gain on investments	246,847	-	246,847
Unrealized loss on investments	(3,358)	-	(3,358)
Less: investment fees	(40,208)	-	(40,208)
Net investment income	\$ 348,889	\$ 5,146	\$ 354,035

The fair value hierarchy defines three levels as follows:

Level 1: Valuations based on quoted prices (unadjusted) in an active market that are accessible at the measurement date for identical assets or liabilities. The fair value hierarchy gives the highest priority to Level 1 inputs.

Level 2: Valuations based on observable inputs other than Level 1 prices such as quoted prices for similar assets or liabilities; quoted prices in inactive markets; or model-derived valuations in which all significant inputs are observable or can be derived principally from or corroborated with observable market data.

Level 3: Valuations based on unobservable inputs are used when little or no market data is available. The fair value hierarchy gives the lowest priority to Level 3 inputs.

In determining fair value, the Association utilizes valuation techniques that maximize the use of observable inputs and minimize the use of unobservable inputs to the extent possible in its assessment of fair value.

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 4 – INVESTMENTS AND FAIR VALUE MEASUREMENTS (Continued)**

Financial assets carried at fair value are as follows as of February 28, 2023:

	<b>2023</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
Investments:			
Money market funds	\$ 109,018	\$ 246,522	\$ 355,540
Certificates of deposit	-	2,206,700	2,206,700
Equity securities	958,768	-	958,768
Mutual funds	4,098,609	-	4,098,609
Corporate bonds	691,238	-	691,238
Fixed income bonds	117,878	-	117,878
Government bonds	329,619	-	329,619
Total investments	<u>\$ 6,305,130</u>	<u>\$ 2,453,222</u>	<u>\$ 8,758,352</u>

Financial assets carried at fair value are as follows as of February 28, 2022:

	<b>2022</b>		
	<b>Level 1</b>	<b>Level 2</b>	<b>Total</b>
Investments:			
Money market funds	\$ 177,702	\$ 423,121	\$ 600,823
Certificates of deposit	-	1,903,892	1,903,892
Equity securities	819,244	-	819,244
Mutual funds	5,431,697	-	5,431,697
Corporate bonds	740,460	-	740,460
Fixed income bonds	50,731	-	50,731
Government bonds	470,762	-	470,762
Total investments	<u>\$ 7,690,596</u>	<u>\$ 2,327,013</u>	<u>\$ 10,017,609</u>

**NOTE 5 – PROPERTY AND EQUIPMENT, NET**

Property and equipment, net consist of the following as of February 28:

	<u>2023</u>	<u>2022</u>	<u>Estimated Useful Lives</u>
Office equipment	\$ 74,289	\$ 63,278	5 Years
Computer equipment	93,896	102,726	3 Years
Total cost	168,185	166,004	
Less: accumulated depreciation	(140,477)	(130,043)	
Net book value	<u>\$ 27,708</u>	<u>\$ 35,961</u>	

Depreciation expense amounted to \$14,041 and \$14,825 for the years ended February 28, 2023 and 2022, respectively. During the year ended February 28, 2023, the Association wrote off various equipment with a cost basis of \$20,951 and accumulated depreciation of \$3,607 resulting in a loss of \$17,344.



**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 6 – CONTRIBUTIONS RECEIVABLE**

Contributions receivable, are scheduled to be received as of February 28, 2023 and 2022 as follows:

	<u>2023</u>	<u>2022</u>
Amounts due in less than one year	\$ 489,665	\$ 520,928
Amounts due in one to five years	<u>457,500</u>	<u>50,000</u>
	947,165	570,928
Less: Unamortized discount	(15,412)	-
Allowance for doubtful accounts	<u>(6,800)</u>	<u>(6,800)</u>
	<u>\$ 924,953</u>	<u>\$ 564,128</u>

For the year ended February 28, 2023, the pledges to be received after one year were discounted to present value at interest rate 2.66% and is reflected as a reduction to grants, contributions and bequests in the year pledged in the accompanying statement of activities. For the year ended February 28, 2023 the discount amounted to \$15,412. There was no discount for the year the ended February 28, 2022.

**NOTE 7 – PENSION PLAN**

The Association sponsors a qualified defined contribution pension plan for substantially all of its full-time employees. Effective February 1, 2016, the pension plan was revised. Under the new revised plan, eligibility for enrollment is one year of service. The Association will match up to 3% of employee deferrals. Matching will vest ratably over a five-year period.

Pension expense for the years ended February 28, 2023 and 2022 amounted to \$31,061 and \$24,141, respectively.

**NOTE 8 - LEASES**

The Association leases both office space and a copier with end dates in 2028. The Association assesses whether an arrangement qualifies as a lease at inception and only reassesses its determination if the terms and conditions of the arrangement are changed. As a result, adopting FASB Accounting Standard Codification (“ASC”) 842 had no impact to the prior year statement of financial position, and because these leases are operating leases, the adoption of the standard has no impact on the Association’s change in net assets. No comparative information is provided for the amounts reported on the statement of financial position as of February 28, 2023 since the Association used the modified retrospective method of transition that does not require restating the prior period.

As of February 28, 2023, the right-of-use (“ROU”) asset and lease liability had a balance of \$353,672, of which \$322,270 is related to operating leases and \$31,402 to finance leases. The ROU asset and lease liability were calculated utilizing risk-free rates (ranging from 2.85% to 2.88%), according to the Association’s elected policy. The weighted average of the remaining lease terms for operating and finance leases are 55 and 52 months, respectively. The weighted average discount rate amounted to 2.85% and 2.88% for finance and operating lease, respectively.

The following summarizes the line items in the statement of functional expenses which include the components of lease expense for the year ended February 28, 2023:

**TOURETTE ASSOCIATION OF AMERICA INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 8 - LEASES (Continued)**

Future minimum payments for non-cancelable operating leases for the next five years ending February 28, 2023 are as follows:

	<u>Operating Leases</u>	<u>Finance Leases</u>	<u>Total</u>
2024	\$ 75,284	\$ 7,188	\$ 82,472
2025	77,744	7,188	84,932
2026	80,072	7,188	87,260
2027	89,421	7,188	96,609
2028	<u>20,823</u>	<u>4,792</u>	<u>25,615</u>
Total lease payments	343,344	33,544	376,888
Less: Present value discount	<u>(21,074)</u>	<u>(2,142)</u>	<u>(23,216)</u>
Lease obligation	<u>\$ 322,270</u>	<u>\$ 31,402</u>	<u>\$ 353,672</u>

Prior to the adoption of FASB ASU 2016-02, rent expense was recognized using the straight-line method over the term of the lease. The difference between rent expense incurred and the amount paid, which is attributable to scheduled rent increases, is reported as deferred rent liability in the statement of financial position as of February 28, 2022. For the year ended February 28, 2022, leases were accounted for under ASC Topic 840. The total rent expense related to such leases for the years ended February 28, 2023 and 2022 amounted to \$118,077 and \$153,714, respectively, and are reflected in occupancy costs in the accompanying statements of functional expenses.

**NOTE 9 – COMMITMENTS AND CONTINGENCIES**

The Association believes it has no uncertain tax positions as of February 28, 2023 and 2022 in accordance with FASB ASC Topic 740, which provides standards for establishing and classifying any tax provisions for uncertain tax positions.

**NOTE 10 – AFFILIATED CHAPTERS**

The Association has 31 affiliated chapters in the United States operating pursuant to a group exemption letter as exempt from federal income tax under Section 501(c)(3) of the Internal Revenue Code. Affiliates operate as chapters of the Association pursuant to chapter agreements. Each chapter adopts by-laws which conform to the standard chapter by-laws provided by the Association. Each chapter elects its own Board of Directors in accordance with the adopted by-laws.

Accordingly, management has determined that these chapters are not to be consolidated under current U.S. GAAP and therefore operations of these chapters are not included in the accompanying financial statements. For the years ended February 28, 2023 and 2022, the Association distributed \$77,956 and \$24,826, respectively to these chapters.

**NOTE 11 – RESEARCH GRANTS**

Research grants payable consists of the following as of February 28:

	<u>2023</u>	<u>2022</u>
Board approved research grants to be paid subsequent to year-end	<u>\$ 863,852</u>	<u>\$ 1,151,316</u>

Direct research grant expenses amounted to \$699,600 and \$447,369 for the years ended February 28, 2023 and 2022, respectively. The Association's direct research grant program continues to fund studies in many areas of specialty, such as, epidemiology, neuropathology, imaging, behavioral studies and general science.

**TOURETTE ASSOCIATION OF AMERICA INC.**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 11 – RESEARCH GRANTS (Continued)**

General research expenses amounted to \$51,413 and \$44,435 for the years ended February 28, 2023 and 2022, respectively. The Association has funded research projects in the areas of deep brain stimulation (DBS), a brain bank, clinical trials, and centers of excellence programs.

**NOTE 12 – LINE OF CREDIT**

On September 13, 2023, the Association opened a revolving line of credit with a bank providing for a maximum borrowing of up to \$750,000. Interest on borrowings is charged at the greater of 6.15%, or 3.5% plus prime rate, and amounted to \$6,136 for the year ended February 28, 2023. The line of credit is secured by the Association's securities. As of February 28, 2023 and 2022, the outstanding balance amounted to \$331,196. As of August 15, 2023, there was an outstanding balance of \$723,340.

**NOTE 13 – NET ASSETS WITH DONOR RESTRICTIONS FOR PURPOSE AND TIME**

Net assets with donor restrictions were available for the following purposes as of February 28:

	2023	2022
Public Education and Support	\$ 307,948	\$ 466,830
For future periods	600,000	276,808
Total	\$ 907,948	\$ 743,638

Net assets with donor restrictions were released by incurring expenses satisfying the restricted purpose, by the occurrence of other events specified by donors or the passage of time during the years ended February 28:

	2023	2022
Public Education and Support	\$ 714,235	\$ 563,747
Research	474,657	486,220
Total	\$ 1,188,892	\$ 1,049,967

**NOTE 14 – ENDOWMENT NET ASSETS**

The Association's Board recognizes that the New York Prudent Management of Institutional Funds Act ("NYPMIFA") permits the Board to appropriate for expenditure all earnings of such endowment funds (both realized and unrealized) with a presumption of prudence to a ceiling of 7% annually based on a quarterly rolling five-year average of such earnings.

The Board explicitly appropriated all earnings of the endowment fund as of and prior to February 28, 2011, whether deemed spent or not as with donor restrictions, to be used to fund the Public Education program.

The Association's endowment investment policy is to invest in certificates of deposit, government bonds and equities based on an asset allocation with the objective of the preservation of capital as well as to provide for long-term growth of principal without undue risk. Annual spending from the endowment fund for the education program is established by the donor and unless authorized by the donor, the appropriations from the endowment fund should not deplete the real dollar value of the endowment fund. Any unappropriated earnings that would otherwise be considered without restriction by the donor will be reflected as net assets with donor restrictions.

**TOURETTE ASSOCIATION OF AMERICA INC.  
NOTES TO FINANCIAL STATEMENTS  
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**NOTE 14 – ENDOWMENT NET ASSETS (Continued)**

Changes in endowment net assets are as follows for the years ended February 28, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Investment activity:		
Interest and dividends	\$ 4,795	\$ 5,146
Total investment activity	4,795	5,146
Expenditures for Public Education program	<u>(4,795)</u>	<u>(5,146)</u>
Contributions	-	140,000
Total change in endowment net assets	-	140,000
Endowment net assets, beginning of year	<u>474,000</u>	<u>334,000</u>
Endowment net assets, end of year	<u>\$ 474,000</u>	<u>\$ 474,000</u>

**NOTE 15 – CONCENTRATION**

Cash and cash equivalents that potentially subject the Association to a concentration of credit risk include cash accounts with a financial institution that exceed the Federal Deposit Insurance Corporation (“FDIC”) insurance limits of up to \$250,000 per depositor. As of February 28, 2023 and 2022, there were approximately \$206,000 and \$304,000, respectively, of cash and cash equivalents held by banks that exceeded FDIC limits. Such excess includes outstanding checks.

**NOTE 16 – SUSTAINABILITY PLAN**

The Association launched its five-year Strategic Plan as it is continuing its efforts of building upon the strong foundation to date and exploring ways to excite and engage its constituents with a vision of growth and innovation from the TAA. The Association is steadfast in its focus to build strong programs that are mission focused, revenue generating, effective and cost efficient.

The continued strategic investments made to its infrastructure enables us to continue its mission focused work and build the framework to expand its reach across the country. Optimization of the infrastructure updates will ensure the Association is working at the highest levels of productivity, allowing it to continue meaningfully interacting with donors, constituents and partners while also embracing its culture of work/life meshing for staff. The exercise of building and launching the first full-fledged, multi-stakeholder 5-year strategic plan has caused the Association to examine its strengths and weakness with a keener eye. The collaborative mindset and unified goals have brought new life and fresh perspective to its approach and will be instrumental in achieving its goals in the future.

The launching of the Association’s strategic plan publicly and engaging constituents in its vision for the future have led to new opportunities and partnerships to bolster the Tourette community. The Association continues to have a loyal and committed donor base who continue to support its efforts.

As with any new initiatives, the Association had some staffing and infrastructural changes. We have a diverse new team which are now located in multiple states which it believes would be instrumental in the new strategic vision and expanded mission delivery in diverse and underserved areas. The Association has expanded its programming by offering services and materials in different languages to appeal to a broader audience.

The Association continues with its efforts to scale up its organization by investing in its national network of chapters and support groups with training. The Association’s strategic vision is one where a unified TAA is benefiting from a healthy, productive, and financially sound network whose fundraising efforts enable programming growth and efficiency nationwide. As it moves towards realizing this future, it will continue to advance research and treatment options, provide local support, advocate for policies that are supportive, and raise awareness, educate professionals, foster social acceptance and the work that made the Association the most respected source and resource in the Tourette and Tic Disorder community.

**NOTE 17 – SUBSEQUENT EVENTS**

Management has evaluated, for potential recognition and disclosure, events subsequent to the date of the statement of financial position through August 15, 2023, the date the financial statements were available to be issued.

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