

BRAIN INJURY ASSOCIATION OF NEBRASKA

FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REPORT

DECEMBER 31, 2024 AND 2023



BRAIN INJURY ASSOCIATION OF NEBRASKA

Table of Contents

December 31, 2024 and 2023

	<u>Page</u>
Independent Auditors' Report .....	3
Financial Statements:	
Statements of Financial Position.....	5
Statements of Activities .....	6
Statement of Functional Expenses – 2024 .....	7
Statement of Functional Expenses – 2023 .....	8
Statements of Cash Flows.....	9
Notes to Financial Statements .....	10

## INDEPENDENT AUDITORS' REPORT

Board of Directors  
Brain Injury Association of Nebraska  
Lincoln, Nebraska

### Opinion

We have audited the accompanying financial statements of Brain Injury Association of Nebraska (a nonprofit organization), which comprise the statements of financial position as of December 31, 2024 and 2023 and the related statements of activities, functional expenses, cash flows for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Brain Injury Association of Nebraska (the Association) as of December 31, 2024 and 2023, 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 audit in accordance with auditing standards generally accepted in the United States of America. 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 meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these 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 within 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 generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of 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.

*Yunth & Associates, P.C.*

April 29, 2025

BRAIN INJURY ASSOCIATION OF NEBRASKA

STATEMENTS OF FINANCIAL POSITION

December 31,

	ASSETS	
	2024	2023
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 876,919	\$ 964,595
Accounts receivable	352,379	180,652
Prepaid expenses	32,623	17,722
Grants and pledges receivable	17,651	12,113
Total current assets	<u>1,279,572</u>	<u>1,175,082</u>
<b>OTHER ASSETS</b>		
Beneficial interest in assets invested by others	<u>107,694</u>	<u>97,977</u>
Total other assets	<u>107,694</u>	<u>97,977</u>
Total assets	<u>\$ 1,387,266</u>	<u>\$ 1,273,059</u>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 20,650	\$ 14,538
Other accrued expenses	<u>12,025</u>	<u>11,598</u>
Total current liabilities	<u>32,675</u>	<u>26,136</u>
<b>NET ASSETS</b>		
Net assets without donor restrictions	1,297,941	1,093,161
Net assets with donor restrictions	<u>56,650</u>	<u>153,762</u>
Total net assets	<u>1,354,591</u>	<u>1,246,923</u>
Total liabilities and net assets	<u>\$ 1,387,266</u>	<u>\$ 1,273,059</u>

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

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## STATEMENTS OF ACTIVITIES

For the years ended December 31,

	<u>2024</u>	<u>2023</u>
<b>NET ASSETS WITHOUT DONOR RESTRICTIONS</b>		
Revenues and support		
Contributions	\$ 171,975	\$ 127,679
Grants	1,027,667	842,725
Conference and fundraising event sponsorship	30,775	11,754
Fundraising event	13,918	27,505
Increase in the beneficial interest in assets invested by others	9,717	12,378
Interest	24,300	6,240
Miscellaneous revenue	<u>97</u>	<u>1,572</u>
Total revenue and support	<u>1,278,449</u>	<u>1,029,853</u>
Net assets released from restrictions	<u>152,277</u>	<u>180,911</u>
Expenses		
Program	1,126,486	882,045
Management	77,743	57,109
Fundraising	<u>21,717</u>	<u>21,050</u>
Total expenses	<u>1,225,946</u>	<u>960,204</u>
Increase in net assets without donor restrictions	<u>204,780</u>	<u>250,560</u>
<b>NET ASSETS WITH DONOR RESTRICTIONS</b>		
Grants and contributions	51,265	77,898
Conference and fundraising event sponsorship	3,900	16,650
Net assets released from restrictions	<u>(152,277)</u>	<u>(180,911)</u>
Decrease in net assets with donor restrictions	<u>(97,112)</u>	<u>(86,363)</u>
Total increase in net assets	107,668	164,197
Net assets, beginning of year	<u>1,246,923</u>	<u>1,082,726</u>
Net assets, end of year	<u>\$ 1,354,591</u>	<u>\$ 1,246,923</u>

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

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2024

	Program Services	Management & General	Fundraising	Totals
Marketing and advertising	\$ 9,659	\$ 989	\$ 1,044	\$ 11,692
Bank and credit card fees	560	589	-	1,149
Dues and subscriptions	24,032	2,450	-	26,482
Conferences and meetings	5,228	-	-	5,228
Event and program fees	84,476	238	2,740	87,454
Insurance	5,296	563	-	5,859
Other payroll related costs	-	15,111	-	15,111
Professional development	6,202	1,014	-	7,216
Payroll taxes	55,895	3,196	1,081	60,172
Postage and shipping	594	84	-	678
Printing	15,217	4	472	15,693
Professional fees	97,853	6,097	1,908	105,858
Salaries	730,131	42,301	14,131	786,563
Supplies	7,520	2,093	-	9,613
Travel and meals	54,118	1,223	159	55,500
Utilities	5,574	366	-	5,940
Software and website	24,131	1,425	182	25,738
Total functional expenses	<u>\$ 1,126,486</u>	<u>\$ 77,743</u>	<u>\$ 21,717</u>	<u>\$ 1,225,946</u>

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

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## STATEMENT OF FUNCTIONAL EXPENSES

For the year ended December 31, 2023

	Program Services	Management & General	Fundraising	Totals
Marketing and advertising	\$ 30,594	\$ 461	\$ 830	\$ 31,885
Bank and credit card fees	898	711	-	1,609
Dues and subscriptions	5,892	1,585	-	7,477
Conferences and meetings	2,750	465	-	3,215
Event and program fees	39,887	98	1,434	41,419
Insurance	6,446	103	-	6,549
Miscellaneous	393	211	-	604
Other payroll related costs	-	7,728	-	7,728
Professional development	10,349	1,165	20	11,534
Payroll taxes	45,814	2,473	1,073	49,360
Postage and shipping	270	91	308	669
Printing	13,810	1,487	1,262	16,559
Professional fees	62,211	3,414	2,057	67,682
Salaries	598,876	32,337	14,020	645,233
Supplies	7,119	370	46	7,535
Travel and meals	30,679	1,407	-	32,086
Utilities	4,630	349	-	4,979
Software and website	21,427	2,654	-	24,081
Total functional expenses	<u>\$ 882,045</u>	<u>\$ 57,109</u>	<u>\$ 21,050</u>	<u>\$ 960,204</u>

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



# BRAIN INJURY ASSOCIATION OF NEBRASKA

## STATEMENTS OF CASH FLOWS

For the years ended December 31,

	<u>2024</u>	<u>2023</u>
Cash flows from operating activities		
Total increase in net assets	\$ 107,668	\$ 164,197
Adjustments to reconcile increase in net assets to net cash provided by operating activities:		
Net increase in beneficial interest in assets held by others	(9,717)	(12,378)
(Increase) decrease in assets		
Accounts receivable	(171,727)	(32,094)
Grants and pledge receivables	(5,538)	5,144
Prepaid expenses	(14,901)	458
Increase (decrease) in operating liabilities		
Accounts payable	6,112	1,101
Other accrued expenses	<u>427</u>	<u>3,810</u>
Net cash (used) provided by operating activities	<u>(87,676)</u>	<u>130,238</u>
Net (decrease) increase in cash and cash equivalents	(87,676)	130,238
Cash and cash equivalents, beginning of year	<u>964,595</u>	<u>834,357</u>
Cash and cash equivalents, end of year	<u>\$ 876,919</u>	<u>\$ 964,595</u>

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

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## NOTES TO FINANCIAL STATEMENTS

December 31, 2024 and 2023

### NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Organization

Brain Injury Association of Nebraska (the Association) is a not-for-profit organization that was incorporated under the laws of the State of Nebraska in 2008. The mission of the Association is to enhance the quality of life for persons with brain injuries and their families and work towards the prevention of brain injuries.

2. Basis of Accounting

The financial statements of the Association have been prepared on the accrual basis of accounting. Under the accrual basis, revenue and expenses are recognized when earned or incurred, regardless of when the related cash flows occur.

3. Basis of Presentation

The financial statement presentation follows the recommendation of the Financial Accounting Standards Board (FASB) and reports information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, which represents the expendable resources that are available for operations at management's discretion; and net assets with donor restrictions, which represent resources restricted by donors as to purpose, by the passage of time, or those which neither expire by passage of time nor can be fulfilled or otherwise removed by actions of the Association.

4. Cash and Cash Equivalents

For purposes of the Statements of Cash Flows, the Association considers highly liquid investment accounts with an expected holding period of less than three months to be cash equivalents.

5. Grants and Pledges

Grants based on the incurrence of qualified expenditures and pledges are stated at the amount management expects to collect from balances outstanding at year-end. Based on management's assessment of the creditworthiness of grantors, donors, and others having outstanding balances, it has concluded that losses on balances outstanding at year-end are improbable.

6. Allowance for Expected Credit Losses

The Association has receivables from the Nebraska Department of Health and Human Services, Division of Behavioral Health (DBH) and the Nebraska Department of Education, Vocational Rehabilitation (VR), based on underlying fee-for-service contracts.

BRAIN INJURY ASSOCIATION OF NEBRASKA

NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

6. Allowance for Expected Credit Losses – Continued

The Association evaluates an allowance for expected credit losses calculated on a pooled basis where similar risk characteristics exist under ASC Topic 326. Receivables are evaluated individually when they do not share similar risk characteristics which could exist in circumstances where amounts are considered at risk or uncollectible. The Association considers the receivable balances under the DBH and VR contracts as separate pools for analysis purposes. At each reporting period, the allowance is updated to reflect any changes in credit risk since the related receivable was initially recorded. The allowance estimate is derived from a review of the Association's historical losses based on the aging of receivables, and is adjusted for management's assessment of current conditions and reasonable and supportable forecasts regarding future events, and any other factors deemed relevant by the Association.

Based on management's analysis, an allowance for credit losses was not deemed necessary for the years ended December 31, 2024 and 2023.

7. Promises to Give

Unconditional promises to give are recognized as revenues in the period received and as assets, decreases of liabilities, or expenses depending on the form of the benefits received. Conditional promises to give are recognized only when the barriers on which they depend have been substantially met and the promises become unconditional.

8. Beneficial Interest in Assets Invested by Others

During 2021, the Association placed \$50,000 of funding into agency accounts with both the Omaha Community Foundation and Lincoln Community Foundation. The Association specified itself as the beneficiary of these agency funds but did grant to the respective Foundations' Board of Directors the right to redirect the assets to a different beneficiary under specific circumstances which management believes has a remote likelihood of occurring. The Association follows the guidance of the *Not-For-Profit Entities* section of the FASB codification and records the Association's interest in the assets of the respective Foundations as an asset on the statement of financial position.

9. Revenue Recognition

The Association's revenue from contributions and grants is principally awarded to the Association for the benefit of the public rather than as a fee for service transaction. As such, the Association typically accounts for this revenue following the guidance for revenue recognition of the *Not-for-Profit Entities* section of the Financial Accounting Standards Board's Accounting Standards Codification (the Codification).

BRAIN INJURY ASSOCIATION OF NEBRASKA

NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

9. Revenue Recognition – Continued

Certain other revenue of the Association, predominantly fees and event revenue, is considered an exchange transaction and therefore, the Association relies upon the guidance of Topic 606 of the Codification. Fees and event revenue, such as for the conference or training opportunities, are separately recognized as distinct performance obligations and are deferred until the completion of the event for which the customer registered. As of December 31, 2024 and 2023, there were no significant contract assets or liabilities related to these sources of revenue.

The Association does not incur significant costs to obtain the fees and event revenue, it does not have any significant financing, and it does not have any anticipated impairment losses.

10. Restricted and Unrestricted Revenue and Support

Contributions received are recorded as support with or without donor restrictions depending on the existence and/or nature of any donor restrictions. Certain restricted contributions may be reported as increases in net assets without donor restrictions if the restrictions expire (that is, when a stipulated time restriction ends or purpose restriction is accomplished) in the same reporting period in which the revenue is recognized. Otherwise, when a restriction expires, 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.

11. Income Tax

The Association is exempt from Federal and state income taxation under Code Section 501(c)(3) of the Internal Revenue Code and is not a private foundation. As such, income earned in the performance of its exempt purpose is not subject to income tax. Any income received through activities not related to its exempt purpose may be subject to unrelated business income taxes and taxed at normal corporate rates. The Association had no such income for the years ended December 31, 2024 and 2023. Management also believes the Association does not have any uncertain tax positions for the years ending December 31, 2024 and 2023. The Association's federal Returns of Organization Exempt from Income Tax (Form 990) for the years ended December 31, 2023, 2022, and 2021 may still be subject to examination by the IRS, generally for three years after they were filed.

12. Advertising

The Association expenses advertising costs when incurred. The accompanying Statements of Activities include advertising expense of \$11,692 and \$31,885 for the years ended December 31, 2024 and 2023, respectively.

BRAIN INJURY ASSOCIATION OF NEBRASKA

NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

NOTE A – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued

13. Functional Expenses

Certain expenses are charged directly to program, management, or fundraising in general categories on the Statements of Functional Expenses, based on specific identification. Indirect expenses have been allocated among the programs and supporting services benefited on a basis of personnel expenses, which are based on specific job functions.

14. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

NOTE B – COMMITMENTS

The Association often plans conferences and meetings in advance of the events and entered into one contract to secure a location for a future event to be held in March 2025. This contract had different stated potential costs for cancellation, largely based on a number of indeterminable variables, such as number of participants and the timing of the notification of cancellation. As of December 31, 2024, the Association was committed for \$15,280 for this location.

NOTE C – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are available for the following purposes as of December 31,:

<u>Restriction</u>	<u>2024</u>	<u>2023</u>
Purpose restricted		
Brain injury support center	\$ 1,485	\$ 1,485
Brain Injury Assistance Act funds for resource facilitation	51,065	77,898
Douglas County Youth Center	-	57,729
Time restricted		
Conference and fundraising event sponsorships	<u>4,100</u>	<u>16,650</u>
Net assets with donor restrictions	<u>\$ 56,650</u>	<u>\$ 153,762</u>

NOTE D – CONCENTRATIONS

A significant portion of the Association’s revenue is provided by two sources. The Association received 35.6% and 40.0% of its revenue, respectively, in the years ending December 31, 2024 and 2023, from the Nebraska Brain Injury Assistance Act. Additionally, for the years ended December 31, 2024 and 2023, the Association received 39.2% and 34.2% of its revenue, respectively, from the Nebraska Department of Health and Human Services, Division of Medicaid and Long-Term Care State Unit on Aging. If this funding were terminated, the Association would not be able to continue the level of services currently provided.

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

### NOTE D – CONCENTRATIONS – Continued

The Association maintained accounts at a regional bank whose balances exceeded the FDIC insured limit of \$250,000 for a significant portion of the year. As of December 31, 2024 and 2023, the Association’s uninsured bank balances were \$633,548 and \$721,085, respectively. Management believes that the risk is mitigated by holding funds in a reputable institution with no known risks or history of financial trouble.

### NOTE E – CONDITIONAL GRANTS

The Association regularly receives grants with barriers to their recognition. The Association evaluates these barriers to recognition.

As of December 31, 2024, conditional promises to give with barriers to its recognition consist of:

	<u>2024</u>
Conduct the activities of the Nebraska Concussion Coalition and to conduct brain injury training	\$ 48,169
Provide brain injury training to the Lincoln Regional Center and Norfolk Regional Center	8,400
Develop and implement strategies for brain injury screening resulting from intimate partner violence	<u>1,853</u>
Total conditional promises to give	<u>\$ 58,422</u>

As of December 31, 2023, conditional promises to give with barriers to its recognition consist of:

	<u>2023</u>
Conduct the activities of the Nebraska Concussion Coalition and to conduct brain injury training	\$ 39,085
Create and place billboard graphic encouraging the use of motorcycle helmets	30,000
Develop and implement strategies for brain injury screening resulting from intimate partner violence	<u>10,000</u>
Total conditional promises to give	<u>\$ 79,085</u>

### NOTE F – LIQUIDITY

The Association must maintain sufficient resources to meet responsibilities to its donors. Thus, financial assets may not be available for general expenditures within one year. The following reflects the Association’s liquid financial assets as of December 31, 2024 and 2023, respectively, reduced by amounts not available for general use because of contractual or donor-imposed restrictions within one year of the balance sheet date.

# BRAIN INJURY ASSOCIATION OF NEBRASKA

## NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

### NOTE F – LIQUIDITY – Continued

	2024	2023
Financial assets:		
Cash and cash equivalents	\$ 876,919	\$ 964,595
Grants and pledges receivable	17,651	12,113
Accounts receivable	352,379	180,652
Beneficial interest in assets invested by others	107,694	97,977
Less those unavailable for general expenditures within one year, due to:		
Restricted by donor with time or purpose restrictions	(56,650)	(153,762)
Beneficial interest in assets invested by others as an operational reserve	<u>(107,694)</u>	<u>(97,977)</u>
Financial assets available to meet cash needs for general expenditures within one year	<u>\$ 1,190,299</u>	<u>\$ 1,003,598</u>

As part of the Association’s liquidity management, it typically structures its financial assets to be available as its general expenditures, liabilities and other obligations come due.

The beneficial interests in assets invested by others represent agency funds held at Lincoln Community Foundation and Omaha Community Foundation. As disclosed in Note A, the distribution of the funds is at the discretion of the Board of Directors. The funds may be drawn upon in the event of financial distress or an unanticipated liquidity need. However, the Association intends to hold such funds as an operational reserve to ensure the future financial stability of the Organization.

### NOTE G – RECLASSIFICATION

Certain accounts in the prior-year financial statements have been reclassified for comparative purposes to conform with the presentation in the current-year financial statements. These reclassifications had no effect on the reported results of operations.

BRAIN INJURY ASSOCIATION OF NEBRASKA

NOTES TO FINANCIAL STATEMENTS – Continued

December 31, 2024 and 2023

NOTE H – SUBSEQUENT EVENTS

In preparing these financial statements, the Association has evaluated events and transactions for potential recognition or disclosure through April 29, 2025, the date the financial statements were available to be issued.

Following the dissolution of the United States Brain Injury Alliance effective December 31, 2024, of which the Association was a member, the Association cancelled use of its trade name ('doing business as' (dba) name): Brain Injury Alliance of Nebraska. Consequently, effective January 1, 2025, the Association will be known solely by its legal name, Brain Injury Association of Nebraska.