# THE ANESTHESIA PATIENT SAFETY FOUNDATION

## FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

## YEARS ENDED DECEMBER 31, 2023 AND 2022

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**
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**YEARS ENDED DECEMBER 31, 2023 AND 2022**

# INDEPENDENT AUDITORS' REPORT

Board of Trustees
The Anesthesia Patient Safety Foundation
Schaumburg, Illinois

## Report on the Audit of the Financial Statements

### *Opinion*

We have audited the accompanying financial statements of The Anesthesia Patient Safety Foundation, which comprise the statements of financial position as of December 31, 2023 and 2022, and the related statements of activities and changes in net assets, functional expenses, and 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 Anesthesia Patient Safety Foundation as of December 31, 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 Organization and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Management is responsible for the preparation and fair presentation of the 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 Anesthesia Patient Safety Foundation's ability to continue as a going concern for one year after the date 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 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 Anesthesia Patient Safety Foundation'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 Anesthesia Patient Safety Foundation'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.

Board of Trustees
The Anesthesia Patient Safety Foundation

**Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the 2023 financial statements as a whole. The 2023 schedule of expenses by fund with comparative totals for 2022 is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

CliftonLarsonAllen LLP

**CliftonLarsonAllen LLP**

Oak Brook, Illinois
September 5, 2024

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**
**STATEMENTS OF FINANCIAL POSITION**
**DECEMBER 31, 2023 AND 2022**

| | 2023 | 2022 |
|---|---|---|
| **ASSETS** | | |
| Cash | $ 567,170 | $ 523,306 |
| Investments | 14,162,135 | 12,566,768 |
| Contributions Receivable | 51,654 | 36,800 |
| Prepaid Expenses and Other Assets | 60,875 | 46,062 |
| Due from Related Party | 25,191 | - |
| Total Assets | $ 14,867,025 | $ 13,172,936 |
| **LIABILITIES AND NET ASSETS** | | |
| **LIABILITIES** | | |
| Accounts Payable and Accrued Expenses | $ 87,452 | $ 68,479 |
| Grants Payable | 125,000 | 50,000 |
| Deferred Revenue | 115,000 | 75,000 |
| Due to Related Party | - | 17,118 |
| Total Liabilities | 327,452 | 210,597 |
| **NET ASSETS** | | |
| Without Donor Restrictions: | | |
| Undesignated | 145,003 | 253,826 |
| Board-Designated | 14,162,136 | 12,566,768 |
| Total Without Donor Restrictions | 14,307,139 | 12,820,594 |
| With Donor Restrictions | 232,434 | 141,745 |
| Total Net Assets | 14,539,573 | 12,962,339 |
| Total Liabilities and Net Assets | $ 14,867,025 | $ 13,172,936 |

*See accompanying Notes to Financial Statements.*

# THE ANESTHESIA PATIENT SAFETY FOUNDATION
# STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS
# YEARS ENDED DECEMBER 31, 2023 AND 2022

| | 2023 | | | 2022 | | |
|---|---|---|---|---|---|---|
| | Without Donor Restrictions | With Donor Restrictions | Total | Without Donor Restrictions | With Donor Restrictions | Total |
| **REVENUES AND SUPPORT** | | | | | | |
| Contributions | $ 715,135 | $ 211,000 | $ 926,135 | $ 752,028 | $ 101,000 | $ 853,028 |
| Contributions from Related Party | 425,000 | - | 425,000 | 340,000 | - | 340,000 |
| Industry Supporter | 165,000 | - | 165,000 | 312,500 | - | 312,500 |
| Other Income | 457 | - | 457 | 856 | - | 856 |
| Total Revenues and Support | 1,305,592 | 211,000 | 1,516,592 | 1,405,384 | 101,000 | 1,506,384 |
| Net Assets Released from Restrictions | 120,311 | (120,311) | - | 254,621 | (254,621) | - |
| Total Revenues and Support and Net Assets Released from Restrictions | 1,425,903 | 90,689 | 1,516,592 | 1,660,005 | (153,621) | 1,506,384 |
| **EXPENSES** | | | | | | |
| Salaries and Benefits | 255,853 | - | 255,853 | 279,138 | - | 279,138 |
| Grants to Other Organizations | 514,287 | - | 514,287 | 393,723 | - | 393,723 |
| Travel and Meetings | 456,616 | - | 456,616 | 417,080 | - | 417,080 |
| Services and Professional Fees | 945,646 | - | 945,646 | 980,011 | - | 980,011 |
| Office and Occupancy | 46,089 | - | 46,089 | 44,005 | - | 44,005 |
| Other Expenses | 16,000 | - | 16,000 | 16,000 | - | 16,000 |
| Total Expenses | 2,234,491 | - | 2,234,491 | 2,129,957 | - | 2,129,957 |
| **EXCESS (DEFICIENCY) OF REVENUES AND SUPPORT OVER EXPENSES** | (808,588) | 90,689 | (717,899) | (469,952) | (153,621) | (623,573) |
| **NONOPERATING INVESTMENT RETURN (LOSS)** | 2,295,133 | - | 2,295,133 | (2,218,921) | - | (2,218,921) |
| **CHANGE IN NET ASSETS** | 1,486,545 | 90,689 | 1,577,234 | (2,688,873) | (153,621) | (2,842,494) |
| Net Assets - Beginning of Year | 12,820,594 | 141,745 | 12,962,339 | 15,509,467 | 295,366 | 15,804,833 |
| **NET ASSETS - END OF YEAR** | $ 14,307,139 | $ 232,434 | $ 14,539,573 | $ 12,820,594 | $ 141,745 | $ 12,962,339 |

*See accompanying Notes to Financial Statements.*

## THE ANESTHESIA PATIENT SAFETY FOUNDATION
## STATEMENT OF FUNCTIONAL EXPENSES
## YEAR ENDED DECEMBER 31, 2023

| | Foundation | Support Services: Management and General | Support Services: Fundraising | Total Expenses |
|---|---|---|---|---|
| Salaries and Benefits | $ 72,659 | $ 130,853 | $ 52,341 | $ 255,853 |
| Grants to Other Organizations | 514,287 | - | - | 514,287 |
| Travel and Meetings | 389,005 | 67,611 | - | 456,616 |
| Services and Professional Fees | 578,807 | 54,709 | 312,130 | 945,646 |
| Office and Occupancy | 40,957 | 5,132 | - | 46,089 |
| Other Expenses | - | 16,000 | - | 16,000 |
| Total Functional Expenses | $ 1,595,715 | $ 274,305 | $ 364,471 | $ 2,234,491 |

*See accompanying Notes to Financial Statements.*

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**
**STATEMENT OF FUNCTIONAL EXPENSES**
**YEAR ENDED DECEMBER 31, 2022**

| | | Support Services | | |
|---|---|---|---|---|
| | Foundation | Management and General | Fundraising | Total Expenses |
| Salaries and Benefits | $ 63,345 | $ 154,138 | $ 61,655 | $ 279,138 |
| Grants to Other Organizations | 393,723 | - | - | 393,723 |
| Travel and Meetings | 358,088 | 56,399 | 2,593 | 417,080 |
| Services and Professional Fees | 629,181 | 22,317 | 328,513 | 980,011 |
| Office and Occupancy | 36,590 | 7,415 | - | 44,005 |
| Other Expenses | - | 16,000 | - | 16,000 |
| Total Functional Expenses | $ 1,480,927 | $ 256,269 | $ 392,761 | $ 2,129,957 |

*See accompanying Notes to Financial Statements.*

## THE ANESTHESIA PATIENT SAFETY FOUNDATION
## STATEMENTS OF CASH FLOWS
## YEARS ENDED DECEMBER 31, 2023 AND 2022

| | 2023 | 2022 |
|---|---|---|
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | |
| Change in Net Assets | $ 1,577,234 | $ (2,842,494) |
| Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities: | | |
| Realized Gains on Sales of Investments, Net | (1,483,346) | (1,623,716) |
| Unrealized (Gains) Losses on Investments, Net | (632,675) | 3,965,119 |
| Effects of Changes in Operating Assets and Liabilities: | | |
| Contributions Receivable | (14,854) | 47,864 |
| Prepaid Expenses and Other Assets | (14,813) | 36,480 |
| Accrued Expenses | 18,973 | 29,769 |
| Grants Payable | 75,000 | (25,000) |
| Deferred Revenue | 40,000 | (45,000) |
| Due to/from Related Party | (42,309) | (37,153) |
| Net Cash Used by Operating Activities | (476,790) | (494,131) |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | |
| Purchase of Investments | (1,434,985) | (3,471,445) |
| Proceeds from Sale of Investments | 1,955,639 | 4,147,781 |
| Net Cash Provided by Investing Activities | 520,654 | 676,336 |
| **NET INCREASE IN CASH** | 43,864 | 182,205 |
| Cash - Beginning of Year | 523,306 | 341,101 |
| **CASH - END OF YEAR** | $ 567,170 | $ 523,306 |

*See accompanying Notes to Financial Statements.*

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Anesthesia Patient Safety Foundation (the Foundation) is a nonprofit foundation dedicated to improving the safety of patients during anesthesia care by: identifying safety initiatives and creating recommendations to implement directly and with partner organizations, being a leading voice for anesthesia patient safety worldwide, and supporting and advancing anesthesia patient safety culture, knowledge, and learning. The Foundation generates income to support its programs primarily through contributions.

### Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America (GAAP) 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 financial statements and the reported amounts of revenue, expenses, and other changes in net assets during the reporting period. Actual results could differ from those estimates.

### Cash

The Foundation defines cash as checking accounts. The Foundation maintains cash in bank deposit accounts, which at times may exceed federally insured limits. The Foundation has not experienced any losses in such accounts and believes it is not exposed to any significant credit risk in cash.

### Investments

The Foundation’s investments include marketable equity securities, fixed income funds, government bonds, and preferred stock and are recorded at fair value. Interest and dividends, gains and losses, and investment-related expenses are included in the change in net assets without donor restrictions in the accompanying statements of activities and changes in net assets.

The Foundation’s investments are exposed to various risks, such as interest rate, credit, and overall market volatility. Due to these risk factors, it is reasonably possible that changes in the value of investments will occur in the near term and could materially affect the amounts reported in the financial statements.

### Contributions Receivable

Contributions receivables are reported at fair value when the donor makes a promise to give to the Foundation that is, in substance, unconditional. Amounts that are expected to be collected in future years are recorded at present value of estimated future cash flows. The discount on these amounts is computed using a risk-free interest rate applicable to the year in which the promise is received. As of December 31, 2023 and 2022, all account balances are due in less than one year and, consequently, no discount was recorded. No allowance for uncollectible pledges receivables has been established based on historical experience and management’s analysis of specific balances as of December 31, 2023 and 2022.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Grants Payable

The Foundation provides grants for research in anesthesia and patient safety, which may be granted for periods that extend beyond one calendar year. The grants expense recognized in the accompanying financial statements includes the unconditional portions of grants awarded during 2023 and 2022.

### Deferred Revenue

Deferred revenue consists of amounts received relating to future sponsorship benefits. Revenue will be recognized once the barriers have been satisfied.

### Revenue Recognition

The Foundation derives its revenue primarily from contributions. Contributions, including unconditional promises to give, are recorded when a commitment is received from the donor. All contributions are available for without donor restrictions use, unless specifically restricted by the donor. Contributions restricted by donors are recorded 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 reporting period in which the revenue is recognized. All other donor-restricted contributions are reported as increases in net assets with donor restrictions. 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.

Conditional promises to give, that is, those with measurable performance or other barrier and a right of return, are not recognized until the conditions on which they depend have been substantially met.

### Income Taxes

The Foundation is exempt from income tax under provisions of Internal Revenue Code Section 501(c)(3). GAAP requires management to evaluate tax positions taken by the Foundation and recognize a tax liability if the Foundation has taken an uncertain position that more likely than not would not be sustained upon examination by the Internal Revenue Service or other applicable taxing authorities. Management has analyzed the tax positions taken by the Foundation and has concluded that as of December 31, 2023 and 2022, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements.

### Financial Statement Presentation

Financial statement presentation follows GAAP for nonprofit organizations. GAAP requires the Foundation to report information regarding its financial position and activities according to two classes of net assets: net assets without donor restrictions, and net assets with donor restrictions.

*Net Assets Without Donor Restrictions* – Those resources that are not subject to donor-imposed stipulations, and over which the board of directors has discretionary control.

## NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

### Financial Statement Presentation (Continued)

*Net Assets With Donor Restrictions* – Those resources subject to donor-imposed stipulations that may be fulfilled by actions of the board to meet the stipulations, or become net assets without donor restrictions at the date specified by the donor. Other donor-imposed restrictions are perpetual in nature, where the donor stipulates that the resources be maintained in perpetuity. When a donor or time restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and are reported in the statement of activities and changes in net assets as Net Assets Released from Restrictions.

### Functional Allocation of Expenses

The financial statements report certain categories of expenses that are attributable to more than one program or supporting function. Therefore, expenses that were allocated to supporting the Foundation’s function include staff support, stipend, travel, meeting expenses, and other expenses. Management and general expenses include supporting functions (administration, IT, management, legal, audit), officers’ travel and meetings expenses.

### Subsequent Events

Management evaluated subsequent events through September 5, 2024, the date the financial statements were available to be issued. Events or transactions occurring after December 31, 2023, but prior to September 5, 2024, that provided additional evidence about conditions that existed December 31, 2023, have been recognized in the financial statements for the year ended December 31, 2023. Events or transactions that provided evidence about conditions that did not exist at December 31, 2023, but arose before the financial statements were available to be issued, have not been recognized in the financial statements for the year ended December 31, 2023.

## NOTE 2 LIQUIDITY

The Foundation has $434,742 and $503,361 of financial assets available within one year of the 2023 and 2022 statements of financial position date, respectively. As part of the Foundation’s liquidity management, it invests cash in excess of daily requirements in investments including money markets, marketable equities and fixed income bond maturing within one year of the statement of financial position.

There are established board-designated funds (see Note 5) where the governing body has the objective of setting aside funds for various initiatives which can be drawn upon in an event of financial distress or an immediate liquidity need resulting from events outside of the typical life cycle of converting financial assets to cash or settling financial liabilities. None of the financial assets are subject to donor or other contractual restrictions that make them unavailable for general expenses within one year of the statement of financial position date.

## NOTE 2 LIQUIDITY (CONTINUED)

The Foundation's financial assets due within one year of the statement of financial position date for general expenses are as follows:

| | 2023 | 2022 |
|---|---|---|
| Cash | $ 567,170 | $ 523,306 |
| Contribution Receivable | 51,654 | 36,800 |
| Due from Related Party | 48,353 | 85,000 |
| Investments | 14,162,135 | 12,566,768 |
| Subtotal | 14,829,312 | 13,211,874 |
| Less: | | |
| Board-Designated Funds | 14,162,136 | 12,566,768 |
| Net Assets With Donor Restrictions | 232,434 | 141,745 |
| Total Financial Assets Available Within One Year to Meet Cash Needs for General Expenses | $ 434,742 | $ 503,361 |

## NOTE 3 FAIR VALUE MEASUREMENTS

Accounting standards require certain assets and liabilities be reported at fair value in the financial statements and provide a framework for establishing that fair value. The framework for determining fair value is based on a hierarchy that prioritizes the inputs and valuation techniques used to measure fair value.

The following tables present information about the Foundation's assets measured at fair value on a recurring basis at December 31, 2023 and 2022 and the valuation techniques used by the Foundation to determine those fair values.

Fair values determined by Level 1 inputs use quoted prices in active markets for identical assets that the Foundation has the ability to access.

Fair values determined by Level 2 inputs use other inputs that are observable, either directly or indirectly. These Level 2 inputs include quoted prices for similar assets in active markets and other inputs such as interest rates and yield curves that are observable at commonly quoted intervals.

Level 3 inputs are unobservable inputs, including inputs that are available in situations where there is little, if any, market activity for the related asset. These Level 3 fair value measurements are based primarily on management's own estimates using pricing models, discounted cash flow methodologies, or similar techniques taking into account the characteristics of the asset. The Foundation uses no Level 3 inputs.

In instances whereby inputs used to measure fair value fall into different levels in the above fair value hierarchy, fair value measurements in their entirety are categorized based on the lowest level input that is significant to the valuation. The Foundation's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset.

## NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)

Assets measured at fair value on a recurring basis at December 31, 2023:

| December 31, 2023 | Fair Value | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
|---|---|---|---|---|
| Marketable Equity Funds: | | | | |
| Large Core | $ 4,339,601 | $ 4,339,601 | $ - | $ - |
| Large Growth | 3,231,775 | 3,231,775 | - | - |
| Large Value | 866,559 | 866,559 | - | - |
| Mid Core | 1,960,318 | 1,960,318 | - | - |
| Mid Growth | 154,304 | 154,304 | - | - |
| U.S. Fund Energy Limited Partnership | 415,350 | 415,350 | - | - |
| Fixed-Income Securities: | | | | |
| U.S. Treasury Note | 1,773,370 | - | 1,773,370 | - |
| U.S. Fund Bank Loan | 729,150 | 729,150 | - | - |
| Preferred Stock | 265,221 | 265,221 | - | - |
| Total Investments | $ 13,735,648 | $ 11,962,278 | $ 1,773,370 | $ - |

Assets measured at fair value on a recurring basis at December 31, 2022:

| December 31, 2022 | Fair Value | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Inputs (Level 3) |
|---|---|---|---|---|
| Marketable Equity Funds: | | | | |
| Large Blend | $ 5,275,958 | $ 5,275,958 | $ - | $ - |
| Large Growth | 2,422,457 | 2,422,457 | - | - |
| Large Value | 242,415 | 242,415 | - | - |
| Mid Blend | 990,191 | 990,191 | - | - |
| Mid Value | 103,513 | 103,513 | - | - |
| U.S. Fund Energy Limited Partnership | 400,350 | 400,350 | - | - |
| Fixed-Income Securities: | | | | |
| U.S. Treasury Note | 1,742,032 | - | 1,742,032 | - |
| U.S. Fund Bank Loan | 705,726 | 705,726 | - | - |
| Preferred Stock | 264,924 | 264,924 | - | - |
| Total Investments | $ 12,147,566 | $ 10,405,534 | $ 1,742,032 | $ - |

Not included in the above tables are $426,487 and $419,202 in cash held in brokerage accounts as of December 31, 2023 and 2022, respectively.

*Level 1 Inputs* - Fair values of marketable equity securities and mutual funds based on quoted market prices.

*Level 2 Inputs* - Fair values of government bonds were based on similar investments that are traded on the secondary market.

## NOTE 4 INVESTMENT RETURN

The following summarizes the composition of nonoperating investment return in the statements of activities and changes in net assets:

| | 2023 | 2022 |
|---|---|---|
| Interest and Dividend Income | $ 254,243 | $ 195,269 |
| Realized Gains, Net | 1,483,346 | 1,623,716 |
| Unrealized Gains (Losses), Net | 632,675 | (3,965,119) |
| Investment Expenses | (75,131) | (72,787) |
| Nonoperating Investment Return | $ 2,295,133 | $ (2,218,921) |

## NOTE 5 BOARD-DESIGNATED FUND

During 1991, the Foundation's board of directors (the board) established the board-designated fund. Funds will be accumulated with interest income from fund investments and transfers to the operating fund will be made annually as determined by the board. The board-designated fund for future operations changed as follows at December 31.

| | 2023 | 2022 |
|---|---|---|
| Balance - Beginning of Year | $ 12,566,768 | $ 15,584,507 |
| Transfers to Operating Fund | (700,931) | (800,000) |
| Contributions | 1,166 | 1,182 |
| Nonoperating Investment Returns | 2,295,133 | (2,218,921) |
| Balance - End of Year | $ 14,162,136 | $ 12,566,768 |

## NOTE 6 NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions are restricted for the following purposes at December 31:

| | 2023 | 2022 |
|---|---|---|
| Pierce Merit | $ 20,750 | $ 24,750 |
| Covidien Research Award | 150,000 | 100,000 |
| Newsletter | 44,690 | - |
| NeuroBlco Web Program | 16,994 | 16,995 |
| Total | $ 232,434 | $ 141,745 |

Net assets were released from donor restrictions when payments were made in satisfaction of the restrictions during the years ended December 31 as follows:

| | 2023 | 2022 |
|---|---|---|
| Pierce Merit | $ 5,000 | $ 10,000 |
| Covidien Research Award | 100,000 | 150,000 |
| Newsletter | 15,311 | 94,621 |
| Total | $ 120,311 | $ 254,621 |

## NOTE 7 REVENUE

The following table shows the Foundation's revenue disaggregated according to the timing of transfer of goods or services:

| | 2023 | 2022 |
|---|---|---|
| Recognized Over Time: | | |
| Stoelting Conference | $ 39,369 | $ 41,782 |
| Annual Meeting Reception | 14,272 | 12,305 |
| Consensus Conference | - | 34,508 |
| Total Recognized Over Time | 53,641 | 88,595 |
| | | |
| Revenue Subject to Grants and Contributions Guidance: | | |
| Stoelting Conference | 125,632 | 100,718 |
| Annual Meeting Reception | 89,177 | 76,884 |
| Consensus Conference | - | 135,492 |
| Other | 1,248,142 | 1,104,695 |
| Total Revenue Subject to Grants and Contributions Guidance | 1,462,951 | 1,417,789 |
| | | |
| Total | $ 1,516,592 | $ 1,506,384 |

Contributions receivable at December 31 consists of the following:

| | 2023 | 2022 | 2021 |
|---|---|---|---|
| Contribution Receivable | $ 51,654 | $ 36,800 | $ 84,664 |

Deferred revenue at December 31 consists of the following:

| | 2023 | 2022 | 2021 |
|---|---|---|---|
| Deferred Revenue | $ 115,000 | $ 75,000 | $ 120,000 |

## NOTE 8 RELATED PARTY TRANSACTIONS

American Society of Anesthesiologists, Inc. (ASA) appoints half of the Foundation's board of directors. The Foundation paid ASA $16,000 in management fees for providing certain program and administrative services during 2023 and 2022, respectively. As of December 31, 2023 and 2022, the Foundation owed ASA (net) $-0- and $17,118, respectively, and ASA owed the Foundation (net) $25,191 and $-0-, respectively, for program and administrative services. The Foundation received donations from ASA totaling $425,000 and $340,000 during 2023 and 2022, respectively. Amount receivable from ASA related to these donations is $48,353 and $85,000 as of December 31, 2023 and 2022, respectively.

## NOTE 9 COMMITMENTS AND CONTINGENCIES

The Foundation has a Memorandum of Understanding agreement with The Foundation of Anesthesia Education and Research (FAER), a nonprofit organization with a complementary mission. Under the agreement, the Foundation and FAER (or parties) agree to jointly support projects focused on developing research careers which aim to contribute to knowledge about and advance patient safety. Through this agreement, the parties will jointly and equally support the approved projects, capped at a total investment of $450,000 from each party over the term of the agreement. The grants are generally paid over the course of three years. Grants payable for the Foundation related to these grants are $75,000 and $-0- as of December 31, 2023 and 2022, respectively.

The Foundation has a Memorandum of Understanding agreement with the American Society of Anesthesiologists (ASA), a nonprofit organization with a complementary mission. Under the agreement, the Foundation and ASA (or parties) agree to partner to create, repurpose, and redesign educational content about patient safety for those anesthesiologists early in their careers. Grants payable for the Foundation related to this grant is $50,000 as of December 31, 2023 and 2022. The grant will be paid during 2024.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**
**SCHEDULE OF EXPENSES BY FUND**
**YEAR ENDED DECEMBER 31, 2023**
**(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2022)**
**(SEE INDEPENDENT AUDITORS' REPORT)**

| | APSF General Operating Fund | Newsletter | Executive Committee and Board of Directors | Website | Research Grants and Merit Pierce Awards | Committee on Communications | Total 2023 | Total 2022 |
|---|---|---|---|---|---|---|---|---|
| Wage and Benefit Expenses | $ 130,853 | $ - | $ - | $ - | $ - | $ - | $ 130,853 | $ 154,138 |
| Travel and Meetings | 107,528 | - | 357,379 | - | - | - | 464,907 | 511,568 |
| Printing and Product Development | 4,128 | - | 1,271 | - | - | - | 5,399 | 6,380 |
| Office Expenses and Other | 36,301 | 4,211 | 761 | - | - | 689 | 41,962 | 43,555 |
| Computer Expenditures | 1,680 | - | - | 212,282 | - | - | 213,962 | 166,667 |
| Consulting and Outsourced Services | 216,415 | 251,311 | - | 80,000 | - | 194,565 | 742,291 | 722,713 |
| Grants and Research | 78,450 | - | - | - | 437,037 | 119,630 | 635,117 | 524,936 |
| Total | $ 575,355 | $ 255,522 | $ 359,411 | $ 292,282 | $ 437,037 | $ 314,884 | $ 2,234,491 | $ 2,129,957 |