

**THE ANESTHESIA PATIENT SAFETY  
FOUNDATION**

**FINANCIAL STATEMENTS AND  
SUPPLEMENTARY INFORMATION**

**YEARS ENDED DECEMBER 31, 2021 AND 2020**



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## 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, 2021 and 2020, 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 financial statements referred to above present fairly, in all material respects, the financial position of The Anesthesia's Patient Safety Foundation as of December 31, 2021 and 2020, 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.

### **Report on Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the 2021 financial statements as a whole. The 2021 schedule of expenses by fund with comparative totals for 2020 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**

Oak Brook, Illinois  
August 19, 2022

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**STATEMENTS OF FINANCIAL POSITION**  
**DECEMBER 31, 2021 AND 2020**

	2021	2020
<b>ASSETS</b>		
Cash	\$ 341,101	\$ 504,691
Investments	15,584,507	13,456,087
Accounts Receivables	84,664	34,230
Prepaid Expenses and Other Assets	82,542	109,648
Total Assets	\$ 16,092,814	\$ 14,104,656
<b>LIABILITIES AND NET ASSETS</b>		
<b>LIABILITIES</b>		
Grants Payable	\$ 75,000	\$ 225,000
Accrued Expenses	38,710	37,819
Deferred Revenue	120,000	-
Due to Related Party	54,271	39,549
Total Liabilities	287,981	302,368
<b>NET ASSETS</b>		
Without Donor Restrictions:		
Undesignated	(75,040)	168,708
Board-Designated	15,584,507	13,456,086
Total Without Donor Restrictions	15,509,467	13,624,794
With Donor Restrictions	295,366	177,494
Total Net Assets	15,804,833	13,802,288
Total Liabilities and Net Assets	\$ 16,092,814	\$ 14,104,656

See accompanying Notes to Financial Statements.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**STATEMENTS OF ACTIVITIES AND CHANGES IN NET ASSETS**  
**YEARS ENDED DECEMBER 31, 2021 AND 2020**

	2021			2020		
	Without Donor Restrictions	With Donor Restrictions	Total	Without Donor Restrictions	With Donor Restrictions	Total
<b>REVENUES AND SUPPORT</b>						
Contributions	\$ 865,274	\$ 128,372	\$ 993,646	\$ 861,474	\$ 160,500	\$ 1,021,974
Contributions from Related Party	340,000	-	340,000	500,000	-	500,000
Industry Supporter	75,000	-	75,000	-	-	-
Other Income	101,305	-	101,305	6,522	-	6,522
Total Revenues and Support	<u>1,381,579</u>	<u>128,372</u>	<u>1,509,951</u>	<u>1,367,996</u>	<u>160,500</u>	<u>1,528,496</u>
Net Assets Released from Restrictions	10,500	(10,500)	-	-	-	-
Total Revenues and Support and Net Assets Released from Restrictions	1,392,079	117,872	1,509,951	1,367,996	160,500	1,528,496
<b>EXPENSES</b>						
Salaries and Benefits	240,931	-	240,931	227,117	-	227,117
Grants to Other Organizations	655,342	-	655,342	304,233	-	304,233
Travel and Meetings	408,743	-	408,743	101,944	-	101,944
Services and Professional Fees	834,733	-	834,733	906,926	-	906,926
Office and Occupancy	28,862	-	28,862	23,784	-	23,784
Other Expenses	16,000	-	16,000	16,000	-	16,000
Total Expenses	<u>2,184,611</u>	<u>-</u>	<u>2,184,611</u>	<u>1,580,004</u>	<u>-</u>	<u>1,580,004</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND SUPPORT OVER EXPENSES</b>	(792,532)	117,872	(674,660)	(212,008)	160,500	(51,508)
<b>NONOPERATING INVESTMENT RETURN</b>	<u>2,677,205</u>	<u>-</u>	<u>2,677,205</u>	<u>1,659,235</u>	<u>-</u>	<u>1,659,235</u>
<b>CHANGE IN NET ASSETS</b>	1,884,673	117,872	2,002,545	1,447,227	160,500	1,607,727
Net Assets - Beginning of Year	<u>13,624,794</u>	<u>177,494</u>	<u>13,802,288</u>	<u>12,177,567</u>	<u>16,994</u>	<u>12,194,561</u>
<b>NET ASSETS - END OF YEAR</b>	<u>\$ 15,509,467</u>	<u>\$ 295,366</u>	<u>\$ 15,804,833</u>	<u>\$ 13,624,794</u>	<u>\$ 177,494</u>	<u>\$ 13,802,288</u>

See accompanying Notes to Financial Statements.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED DECEMBER 31, 2021**

	Foundation	Support Services		Total Expenses
		Management and General	Fundraising	
Salaries and Benefits	\$ 116,331	\$ 89,000	\$ 35,600	\$ 240,931
Grants to Other Organizations	655,342	-	-	655,342
Travel and Meetings	304,776	97,362	6,605	408,743
Services and Professional Fees	533,944	26,831	273,958	834,733
Office and Occupancy	20,998	7,864	-	28,862
Other Expenses		16,000	-	16,000
<b>Total Functional Expenses</b>	<b>\$ 1,631,391</b>	<b>\$ 237,057</b>	<b>\$ 316,163</b>	<b>\$ 2,184,611</b>

See accompanying Notes to Financial Statements.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION  
STATEMENT OF FUNCTIONAL EXPENSES  
YEAR ENDED DECEMBER 31, 2020**

	Foundation	Support Services		Total Expenses
		Management and General	Fundraising	
Salaries and Benefits	\$ 95,273	\$ 91,844	\$ 40,000	\$ 227,117
Grants to Other Organizations	304,233	-	-	304,233
Travel and Meetings	675	99,216	2,053	101,944
Services and Professional Fees	596,237	18,630	292,059	906,926
Office and Occupancy	18,972	4,658	154	23,784
Other Expenses	-	16,000	-	16,000
Total Functional Expenses	<u>\$ 1,015,390</u>	<u>\$ 230,348</u>	<u>\$ 334,266</u>	<u>\$ 1,580,004</u>

See accompanying Notes to Financial Statements.



**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**STATEMENTS OF CASH FLOWS**  
**YEARS ENDED DECEMBER 31, 2021 AND 2020**

	2021	2020
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Change in Net Assets	\$ 2,002,545	\$ 1,607,727
Adjustments to Reconcile Change in Net Assets to Net Cash Used by Operating Activities:		
Realized Gains on Sales of Investments, Net	(792,293)	(2,712,097)
Unrealized (Gains) Losses on Investments, Net	(1,802,288)	1,111,755
Effects of Changes in Operating Assets and Liabilities:		
Accounts Receivable	(50,434)	(31,980)
Prepaid Expenses and Other Assets	27,106	5,352
Accrued Expenses	891	(13,587)
Grants Payable	(150,000)	(200,000)
Deferred Revenue	120,000	-
Due to Related Party	14,722	(119,788)
Net Cash Used by Operating Activities	(629,751)	(352,618)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Purchase of Investments	(1,051,584)	(6,186,855)
Proceeds from Sale of Investments	1,517,745	6,877,961
Net Cash Provided by Investing Activities	466,161	691,106
<b>NET INCREASE (DECREASE) IN CASH</b>	(163,590)	338,488
Cash - Beginning of Year	504,691	166,203
<b>CASH - END OF YEAR</b>	\$ 341,101	\$ 504,691

See accompanying Notes to Financial Statements.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

**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 and fixed income funds 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.

**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. 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.

**Grants**

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 2021 and 2020.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

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

**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, 2021 and 2020, 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.

*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 August 19, 2022, the date the financial statements were available to be issued. Events or transactions occurring after December 31, 2021, but prior to August 19, 2022, that provided additional evidence about conditions that existed December 31, 2021, have been recognized in the financial statements for the year ended December 31, 2021. Events or transactions that provided evidence about conditions that did not exist at December 31, 2021, 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, 2021.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2021 AND 2020**

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

**Recent Accounting Pronouncements**

Leases

In February 2016, the FASB issued amended guidance for the treatment of leases. The guidance requires lessees to recognize a right-of-use asset and a corresponding lease liability for all operating and finance leases with lease terms greater than one year. The guidance changes the accounting for sale and leaseback transactions to conform to the new revenue recognition standard. The guidance also requires both qualitative and quantitative disclosures regarding the nature of the Foundation's leasing activities. The guidance will initially be applied using a modified retrospective approach. The amendments in the guidance are effective for fiscal years beginning after December 15, 2022. Early adoption is permitted.

**NOTE 2 LIQUIDITY**

The Foundation has \$130,399 and \$361,428 of financial assets available within one year of the 2021 and 2020 statement 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 4) 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.

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

	<u>2021</u>	<u>2020</u>
Cash	\$ 341,101	\$ 504,691
Accounts and Interest Receivable	84,664	34,230
Investments	<u>15,584,507</u>	<u>13,456,087</u>
Subtotal	16,010,272	13,995,008
Less:		
Board-Designated Funds	15,584,507	13,456,087
Net Assets With Donor Restrictions	<u>295,366</u>	<u>177,494</u>
Total Financial Assets Available Within One Year to Meet Cash Needs for General Expenses	<u><u>\$ 130,399</u></u>	<u><u>\$ 361,428</u></u>

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

**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, 2021 and 2020 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.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

**NOTE 3 FAIR VALUE MEASUREMENTS (CONTINUED)**

Assets measured at fair value on a recurring basis at December 31, 2021:

<u>December 31, 2021</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Marketable Equity Funds:				
Large Core	\$ 3,537,987	\$ 3,537,987	\$ -	\$ -
Large Growth	4,641,018	4,641,018	-	-
Large Value	1,400,664	1,400,664	-	-
Mid Core	1,673,333	1,673,333	-	-
Mid Growth	-	-	-	-
Small Growth	484,343	484,343	-	-
Exchange Traded Funds	374,400	-	374,400	-
Fixed-Income Securities:				
Exchange Traded Funds - Debt	335,440	-	335,440	-
Preferred Stock	303,450	-	303,450	-
Total Investments	<u>\$ 12,750,635</u>	<u>\$ 11,737,345</u>	<u>\$ 1,013,290</u>	<u>\$ -</u>

Assets measured at fair value on a recurring basis at December 31, 2020:

<u>December 31, 2020</u>	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>	<u>Significant Unobservable Inputs (Level 3)</u>
Marketable Equity Funds:				
Large Core	\$ 2,945,075	\$ 2,945,075	\$ -	\$ -
Large Growth	3,186,760	3,186,760	-	-
Large Value	672,771	672,771	-	-
Mid Core	942,824	942,824	-	-
Mid Growth	914,489	914,489	-	-
Small Growth	422,907	422,907	-	-
Mutual Funds	257,931	257,931	-	-
Exchange Traded Funds	303,153	303,153	-	-
Fixed-Income Securities:				
U.S. Treasury Securities				
Corporate Bonds	2,458,623	-	2,458,623	-
Total Investments	<u>\$ 12,104,533</u>	<u>\$ 9,645,910</u>	<u>\$ 2,458,623</u>	<u>\$ -</u>

Not included in the above tables are \$2,833,872 and \$1,351,554 in cash held in brokerage accounts as of December 31, 2021 and 2020, respectively.

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

*Level 2 Inputs* - Fair values of corporate bonds and government securities were based on quoted market prices.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

**NOTE 4 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 during 2021 and 2020.

	<u>2021</u>	<u>2020</u>
Balance - Beginning of Year	\$ 13,456,086	\$ 12,546,851
Transfers to Operating Fund	(550,000)	(750,000)
Contributions	1,216	-
Nonoperating Investment Returns	<u>2,677,205</u>	<u>1,659,235</u>
Balance - End of Year	<u>\$ 15,584,507</u>	<u>\$ 13,456,086</u>

**NOTE 5 NET ASSETS WITH DONOR RESTRICTION**

Net assets with donor restrictions of \$295,366 and \$177,494 at December 31, 2021 and 2020, respectively, are restricted for certain research grants.

**NOTE 6 INVESTMENT RETURN**

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

	<u>2021</u>	<u>2020</u>
Interest and Dividend Income	\$ 163,758	\$ 172,620
Realized Gains, Net	792,293	2,712,097
Unrealized Gains (Losses), Net	1,802,288	(1,111,755)
Investment Expenses	<u>(81,134)</u>	<u>(113,727)</u>
Nonoperating Investment Return	<u>\$ 2,677,205</u>	<u>\$ 1,659,235</u>

**NOTE 7 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 2021 and 2020, respectively. As of December 31, 2021 and 2020, the Foundation owed ASA \$54,271 and \$39,549, respectively, for program and administrative services. The Foundation received donations from ASA totaling \$340,000 and \$500,000 during 2021 and 2020, respectively.

**THE ANESTHESIA PATIENT SAFETY FOUNDATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2021 AND 2020**

**NOTE 8 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. Grants payable for the Foundation related to this grant is \$75,000 and \$225,000 as of December 31, 2021 and 2020, respectively.

The grants will be paid over a course of three years through year 2022 based on the following payment schedule:

<u>Year Ending December 31,</u>	<u>Amount</u>
2022	<u>\$ 75,000</u>

**NOTE 9 RISKS AND UNCERTAINTY**

The World Health Organization has declared the spread of Coronavirus Disease (COVID-19) a worldwide pandemic. The COVID-19 pandemic is having significant effects on global markets, supply chains, businesses, and communities. Specific to the Foundation, COVID-19 may have continuing impacts on various parts of its operations and financial results. Management believes the Foundation is taking appropriate actions to mitigate the negative impact. However, the full impact of COVID-19 is unknown and cannot be reasonably estimated as these events are still developing.



**THE ANESTHESIA PATIENT SAFETY FOUNDATION  
SCHEDULE OF EXPENSES BY FUND  
YEAR ENDED DECEMBER 31, 2021  
(WITH COMPARATIVE TOTALS FOR YEAR ENDED DECEMBER 31, 2020)  
(SEE INDEPENDENT AUDITORS' REPORT)**

	APSF General		Executive Office Expenses	Executive Committee and Board of Directors		Research Grants and Merit Awards		Committee on Communications		Special Projects (For ASA)		Total	
	Operating Fund	Patient Safety Exhibit		Newsletter	Website						2021	2020	
Wage and Benefit Expenses	\$ 140,931	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 140,931	\$ 227,117	
Travel and Meetings	306,410	-	-	99,879	-	-	-	3,603	-	-	409,892	101,945	
Printing and Product Development	5,945	-	-	-	-	-	-	-	-	-	5,945	180,536	
Office Expenses and Other	28,406	-	104	353	-	-	-	-	-	-	28,863	23,666	
Computer Expenditures	7,109	-	-	-	-	164,583	-	-	-	-	171,692	164,059	
Consulting and Outsourced Services	173,290	-	226,528	-	-	80,000	-	284,628	7,500	-	771,946	578,451	
Grants and Research	201,357	-	-	-	-	-	453,985	-	-	-	655,342	304,230	
<b>Total</b>	<b>\$ 863,448</b>	<b>\$ -</b>	<b>\$ 226,632</b>	<b>\$ 100,232</b>	<b>\$ -</b>	<b>\$ 244,583</b>	<b>\$ 453,985</b>	<b>\$ 288,231</b>	<b>\$ 7,500</b>	<b>\$ 2,184,611</b>	<b>\$ 1,580,004</b>		



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