



March 2, 2022

Board of Directors
TPA Network, Incorporated
d/b/a TPAN
Chicago, Illinois

Dear Board of Directors:

We have audited the financial statements of TPA Network, Incorporated (the "Organization") for the year ended September 30, 2021, and have issued our report thereon dated March 2, 2022. Professional standards require that we provide you with the following information related to our audit:

Our Responsibility Under Auditing Standards Generally Accepted in the United States and Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards ("Uniform Guidance").

As stated in our engagement letter dated September 16, 2021, our responsibility, as described by professional standards, is to express an opinion about whether the financial statements prepared by management with your oversight are fairly presented, in all material respects, in conformity with accounting principles generally accepted in the United States. Our audit of the financial statements does not relieve you or management of your responsibilities.

In planning and performing our audit, we considered the Organization's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. We also considered internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with the Uniform Guidance.

As part of obtaining reasonable assurance about whether the Organization's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit. Also in accordance with the Uniform Guidance, we examined, on a test basis, evidence about the Organization's compliance with the types of compliance requirements described in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the purpose of expressing an opinion on the Organization's compliance with those requirements. While our audit provides a reasonable basis for our opinion, it does not provide a legal determination on the Organization's compliance with those requirements.

Supplementary Information Accompanying Audited Financial Statements

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

Other Information in Documents Containing Audited Financial Statements

The auditor's responsibility for other information in documents containing audited financial statements does not extend beyond the financial information identified in our report, and we have no obligation to perform any procedures to corroborate other information contained in a document. Our responsibility is to read the other information and consider whether such information, or the manner of its presentation, is materially inconsistent with information, or the manner of its presentation, appearing in the financial statements. We are not aware of and have not been requested to devote attention to documents containing our audited financial statements.

Planned Scope and Timing of the Audit

We performed the audit according to the planned scope and timing previously communicated to your representative, Ms. Liz Bennett, in our various communications about planning matters in addition to our engagement letter dated October 15, 2020, accepted by Liz Bennett.

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the Organization are described in Note 1 to the financial statements. No new accounting policies were adopted, and the application of existing policies was not changed during 2020, except for

- The recognition and disclosure of revenue by adopting FASB Accounting Standards Update 2014-09, *Revenue from Contracts with Customers*, in 2021. Accordingly, the accounting principle was adopted using the modified retrospective method. There was no change to reported revenue, net assets, or the change in net assets for 2021 and no cumulative adjustment for prior periods as a result of adopting this standard.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were the functional allocation of costs and the collectability of grants and accounts receivable.

The disclosures in the financial statements are neutral, consistent, and clear. Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosures affecting the financial statements were the disclosures related to restricted net assets are significant to a reader of the financial statement in understanding the liquidity and nature of designations/restrictions that the financial resources are subject to.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. In addition, none of the misstatements detected as a result of audit procedures and corrected by management were material, either individually or in the aggregate, to the financial statements taken as a whole.

Disagreements With Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated March 2, 2022, a copy of which accompanies this letter.

Management Consultations With Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. To our knowledge, management has not obtained any opinions from other independent accountants on the application of accounting principles generally accepted in the United States which would affect the Organization's financial statements or on the type of opinion which may be rendered on the financial statements.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the Organization's auditors for the preceding year. However, these discussions occurred in the normal course of our professional relationship and our responses were not, in our judgment, a condition of our retention.

Board of Directors
TPA Network, Incorporated
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March 2, 2022

We appreciate the opportunity to be of service to TPA Network, Incorporated.

This communication is intended solely for the information and use of the Board of Directors and, if appropriate, management and is not intended to be, and should not be, used by anyone other than these specified parties.

Sincerely,

Wipfli LLP

Enc.



Representation Letter for Single Audits

March 2, 2022

Wipfli LLP
1 N. Wacker Drive, Suite 1700
Chicago, Illinois 60606

This representation letter is provided in connection with your audit of the financial statements of TPA Network, Incorporated (the "Organization"), which comprise the statements of financial position as of September 30, 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 for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects in accordance with accounting principles generally accepted in the United States (GAAP).

This representation letter is also provided in connection with your audit of the federal and state award programs of TPA Network, Incorporated (the "Organization") as of and for the year ended September 30, 2021 which was performed in accordance with auditing standards generally accepted in the United States; Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance); and the standards for financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

We understand that the purpose of your testing of transactions and records from the Organization's federal programs was to obtain reasonable assurance that the Organization had complied, in all material respects, with the compliance requirements that could have a direct and material effect on each of its major programs.

Certain representations in this letter are limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement. An omission or misstatement that is monetarily small in amount could be considered material as a result of qualitative factors.

We confirm, to the best of our knowledge and belief as of the date of this letter, the following representations made to you during your audit.

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement letter dated September 16, 2021, including our responsibility for the preparation and fair presentation of the financial statements in accordance with GAAP.
2. The financial statements referred to above are fairly presented in conformity with GAAP.

3. We acknowledge our responsibility 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.
4. We acknowledge our responsibility for the design, implementation, and maintenance of internal control to prevent and detect fraud.
5. Significant assumptions we used in making accounting estimates, including those measured at fair value, are reasonable.
6. Related party relationships and transactions have been appropriately accounted for and disclosed in accordance with the requirements of GAAP.
7. Adjustments or disclosures have been made for all events, including instances of noncompliance, subsequent to the date of the financial statements that would require adjustment to or disclosure in the financial statements or in the schedule of findings and questioned costs.
8. We agree with the adjusting journal entries proposed by you and which are given effect to in the financial statements.
9. The effects of all known actual or possible litigation, claims, and assessments have been accounted for and disclosed in accordance with GAAP.
10. Material concentrations have been properly disclosed in accordance with GAAP.
11. Guarantees, whether written or oral, under which the Organization is contingently liable, have been properly recorded or disclosed in accordance with GAAP.
12. As part of your audit, you prepared the draft financial statements and related notes and schedule of expenditures of federal awards (the "SEFA"). We acknowledge our responsibility as it relates to those nonattest/nonaudit services, including that we assume all management responsibilities; oversee the services by designating an individual, preferably within senior management, who possesses suitable skill, knowledge, or experience; evaluate the adequacy and results of the services performed; and accept responsibility for the results of the services. We have reviewed, approved, and accepted responsibility for those financial statements and related notes and the SEFA.
13. We accept responsibility for and have designated an individual with suitable skill, knowledge, or experience to oversee the following nonattest services:
 - a. Data collection form preparation
 - b. Tax return preparation
 - c. Miscellaneous accounting and operational consulting

Information Provided

14. We have provided you with:
 - a. Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the financial statements, such as records, documentation, and other matters, and all audit or relevant monitoring reports, if any, received from funding sources.
 - b. Additional information that you have requested from us for the purpose of the audit.
 - c. Unrestricted access to persons within the Organization from who you determined it necessary to obtain audit evidence.
 - d. Minutes of the meetings of the governing body or summaries of actions of recent meetings for which minutes have not yet been prepared.
15. All material transactions have been recorded in the accounting records and are reflected in the financial statements and the SEFA.
16. We have disclosed to you the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud.
17. We have no knowledge of any allegations of fraud or suspected fraud affecting the Organization involving:
 - a. Management.
 - b. Employees who have significant roles in internal control.
 - c. Others where the fraud could have a material effect on the financial statements.
18. We have no knowledge of any allegations of fraud or suspected fraud affecting the Organization's financial statements communicated by employees, former employees, grantors, regulators, or others.
19. We have no knowledge of any instances of noncompliance or suspected noncompliance with provisions of laws, regulations, contracts, or grant agreements, or abuse whose effect should be considered when preparing financial statements.
20. We are not aware of any pending or threatened litigation, claims, or assessments or unasserted claims or assessments that are required to be accrued or disclosed in the financial statements in accordance with GAAP.
21. We have disclosed to you the identity of the Organization's related parties and all the related party relationships and transactions of which we are aware.
22. The Organization has satisfactory title to all owned assets, and there are no liens or encumbrances on such assets nor has any material asset been pledged, except as disclosed in the notes to the financial statements.

23. We are responsible for compliance with the laws, regulations, and provisions of contracts and grant agreements applicable to us.
24. The Organization has identified all accounting estimates that could be material to the financial statements, including the key factors and significant assumptions underlying those estimates, and we believe the estimates are reasonable in the circumstances.
25. Receivables recorded in the financial statements represent valid claims against debtors for services provided or other charges arising on or before the statement of financial position date and have been reduced to their estimated net realizable value.
26. We have reviewed long-lived assets and certain identifiable intangibles to be held and used for impairment whenever events or changes in circumstances have indicated that the carrying amount of assets might not be recoverable and have appropriately recorded the adjustment.
27. Upon implementation of ASU 2014-09, revenue from contracts with customers has been appropriately accounted for and disclosed in accordance with FASB ASC 606, *Revenue from Contracts with Customers*. All contracts underlying revenue recognized in the financial statements have commercial substance and have been approved by appropriate parties. We have considered side agreements, implied promises, and unstated customary business practices in identifying performance obligations in the contracts. We have sufficient and appropriate documentation supporting all estimates and judgments underlying the amount and timing of revenue recognized in the financial statements.
28. We have fully disclosed to you all terms of contracts with customers that affect the amount and timing of revenue recognized in the financial statements, including delivery terms, rights of return or price adjustments, side adjustments, implicit provisions, unstated business conventions, and all warranty provisions.
29. We have evaluated the potential impacts of COVID-19 on the financial statements as of September 30, 2021 and for the year then ended. As of the date of issuance of the financial statements, the Company's operations have not been significantly impacted. No impairments were recorded as of the balance sheet date as no triggering events or changes in circumstances had occurred as of year-end.
30. We have identified and disclosed to you all instance of identified and suspected fraud and noncompliance with the provisions of laws, regulations, contracts, and grant agreements that we believe have a material effect on the financial statements.
31. There are no estimates that may be subject to a material change in the near term that have not been properly disclosed in the financial statements. We understand that near term means the period within one year of the date of the financial statements. In addition, we have no knowledge of concentrations existing at the date of the financial statements that make the Organization vulnerable to the risk of severe impact that have not been properly disclosed in the financial statements.
32. We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of fraud and noncompliance with provisions of laws and regulations that we believe have a material effect on the financial statements or other financial data significant to the audit objectives, and any other instances that warrant the attention of those charged with governance.

33. We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of noncompliance with provisions of contracts and grant agreements that we believe have a material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
34. We have identified and disclosed to you all instances, which have occurred or are likely to have occurred, of abuse that could be quantitatively or qualitatively material to the financial statements or other financial data significant to the audit objectives.
35. TPA Network, Incorporated is an exempt organization under Section 501 (c)(3) of the Internal Revenue Code. Any activities of which we are aware that would jeopardize the organization's tax-exempt status, and all activities subject to tax on unrelated business income or excise or other tax, have been disclosed to you. All required filings with tax authorities are up to date.
36. We acknowledge our responsibility for presenting the supplementary information in accordance with accounting principles generally accepted in the United States, and we believe the supplementary information, including its form and content, is fairly presented in accordance with accounting principles generally accepted in the United States. The methods of measurement and presentation of the supplementary information have not changed from those used in the prior period, and we have disclosed to you any significant assumptions or interpretations underlying the measurement and presentation of the supplementary information.

With Respect to Federal Award Programs

37. With respect to federal award programs:
 - a. We are responsible for understanding and complying with and have complied with the requirements of the Uniform Guidance and any other applicable laws and regulations and provisions of contracts and grant agreements, including requirements relating to preparation of the SEFA.
 - b. We are responsible for understanding and complying with, and have complied with, the requirements of federal statutes, regulations, and the terms and conditions of federal awards related to each of our federal programs and have identified and disclosed to you the requirements of federal statutes, regulations and the terms and conditions of federal awards that are considered to have a direct and material effect on each major federal program.
 - c. We are responsible for establishing and maintaining, and have established and maintained, effective internal control over compliance for federal programs that provides reasonable assurance that we are managing our federal awards in compliance with federal statutes, regulations, and the terms and conditions of federal awards. We believe the internal control system is adequate and is functioning as intended.
 - d. We have made available to you all federal awards (including amendments, if any) and any other correspondence with federal agencies or pass-through entities relating to federal programs and related activities.

- e. We have received no requests from a federal agency to audit one or more specific programs as a major program.
- f. We have complied with the direct and material compliance requirements (except for noncompliance disclosed to you), including when applicable, those set forth in the *OMB Compliance Supplement*, relating to federal awards and have identified and confirm that there were no amounts questioned and no known noncompliance with the direct and material compliance requirements of federal awards.
- g. We have disclosed any communications from federal awarding agencies and pass-through entities concerning possible noncompliance with the applicable compliance requirements, including communications received from the end of the period covered by the compliance audit to the date of the auditor's report.
- h. We have disclosed to you the findings received and related corrective actions taken for previous audits, attestation engagements, and internal or external monitoring that directly relate to the objectives of the compliance audit, including findings received and corrective actions taken from the end of the period covered by the compliance audit to the date of the auditor's report.
- i. Amounts claimed or used for matching were determined in accordance with relevant guidelines in OMB's Uniform Guidance (2CFR Part 200, Subpart E).
- j. We have disclosed to you our interpretation of compliance requirements that have varying interpretations, if any.
- k. We have made available to you all documentation relating to the compliance with the direct and material compliance requirements, including information related to federal program financial reports and claims for advances and reimbursements.
- l. We have disclosed to you the nature of any subsequent events that provide additional evidence about conditions that existed at the end of the reporting period affecting noncompliance during the reporting period.
- m. There are no such known instances of noncompliance with direct and material compliance requirements that occurred subsequent to the period covered by the auditor's report.
- n. No changes have been made in internal control over compliance or other factors that might significantly affect internal control, including any corrective action we have taken regarding significant deficiencies or material weaknesses in internal control over compliance subsequent to the date as of which compliance was audited.
- o. Federal program financial reports and claims for advances and reimbursements are supported by the books and records from which the basic financial statements have been prepared.
- p. The copies of federal program financial reports provided you are true copies of the reports submitted, or electronically transmitted, to the respective federal agency or pass-through entity, as applicable.

- q. We have charged costs to federal awards in accordance with applicable cost principles.
 - r. We are responsible for and have accurately prepared the summary schedule of prior audit findings to include all findings required to be included by the Uniform Guidance, and we have provided you with all information on the status of the follow-up on prior audit findings by federal awarding agencies and pass-through entities, including all management decisions.
 - s. We are responsible for and have ensured the reporting package does not contain protected personally identifiable information.
 - t. We are responsible for and will accurately complete the auditee section of the Data Collection Form as required by the Uniform Guidance.
 - u. We are responsible for taking corrective action on each audit finding of the compliance audit and have developed a corrective action plan that meets the requirements of the Uniform Guidance.
38. There have been no irregularities or instances of fraud involving management, employees who administer federal or state programs, or other employees that could have a material effect on federal programs.
39. We have identified to you any previous audits, attestation engagements, or other studies related to the audit objectives and whether related recommendations have been implemented.
40. We have identified to you any investigations or legal proceedings that have been initiated with respect to the period under audit.

Schedule of Expenditures of Federal and State Awards

41. We acknowledge our responsibility for presenting the SEFA in accordance with the requirements of the Uniform Guidance, and we believe the SEFA, including its form and content, is fairly presented in accordance with the Uniform Guidance. The methods of measurement and presentation of the SEFA have not changed from those used in the prior period, and we have disclosed to you any significant assumptions and interpretations underlying the measurement and presentation of the SEFA.
42. We have identified and disclosed to you all of our government programs and related activities subject to the Uniform Guidance compliance audit, and have included in the SEFA, expenditures made during the audit period for all awards provided by federal agencies in the form of federal awards, federal cost-reimbursement contracts, loans, loan guarantees, property (including donated surplus property), cooperative agreements, interest subsidies, insurance, food commodities, direct appropriations, and other direct assistance.

Sincerely,

Liz Bennett 3/2/22
[Signature, Title]

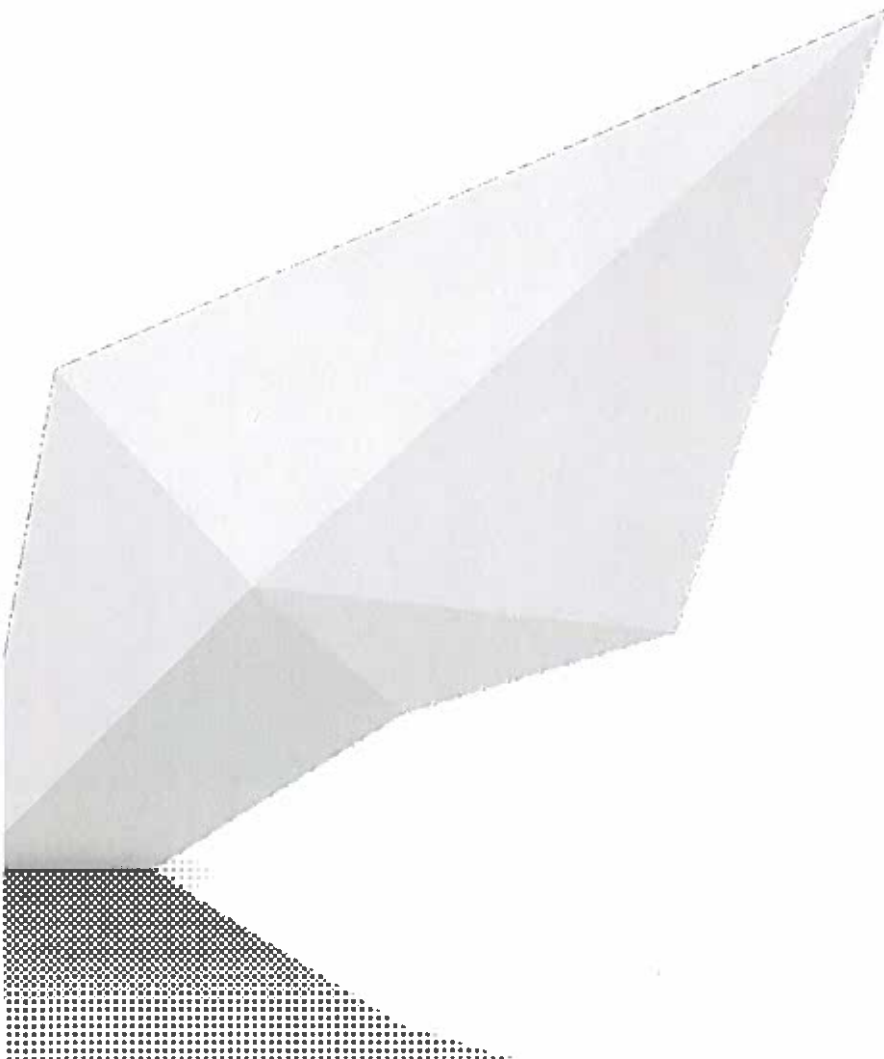
[Signature], CEO 3/2/22
[Signature, Title]

TPA Network, Incorporated

Financial Statements and Supplementary Information

Years Ended September 30, 2021 and 2020

TPAN



WIPFLI

Independent Auditor's Report

To the Board of Directors
TPA Network, Incorporated
Chicago, Illinois

Report on the Financial Statements

We have audited the accompanying financial statements of TPA Network, Incorporated (a nonprofit organization), which comprise the statements of financial position as of September 30, 2021 and 2020, 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.

Management's Responsibility 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; this includes 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of TPA Network, Incorporated as of September 30, 2021 and 2020, and the changes in its net assets and cash flows for the years then ended in accordance with accounting principles generally accepted in the United States.

Other Matters

Other Information

Our audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, 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. In our opinion, the information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated March 2, 2022, on our consideration of TPA Network, Incorporated's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of TPA Network, Incorporated's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering TPA Network, Incorporated's internal control over financial reporting and compliance.

Wipfli LLP

March 2, 2022
Lincolnshire, Illinois

TPA Network, Incorporated

Statements of Financial Position

<i>September 30,</i>	2021	2020
Assets		
Current assets:		
Cash	\$ 1,139,682	\$ 1,039,009
Certificates of deposit	199,986	101,169
Grants and contributions receivable	228,751	396,773
Accounts receivable	139,305	130,419
Prepaid expenses	38,411	35,816
Total current assets	1,746,135	1,703,186
Property and equipment:		
Furniture and office equipment	39,667	39,667
Vehicles	16,757	16,757
Total property and equipment	56,424	56,424
Less accumulated depreciation	(50,683)	(42,749)
Net property and equipment	5,741	13,675
Other assets:		
Website, net of accumulated amortization	1,001	7,741
Security deposit	65,000	65,000
Total other assets	66,001	72,741
Total assets	\$ 1,817,877	\$ 1,789,602

See accompanying notes to financial statements.

TPA Network, Incorporated
Statements of Financial Position (Continued)

<i>September 30,</i>	2021	2020
Liabilities and Net Assets		
Current liabilities:		
Accounts payable	\$ 58,727	\$ 53,352
Accrued payroll expenses	29,212	36,243
Deferred revenue	6,175	6,500
Refundable advance liability	452,448	448,500
Total current liabilities	546,562	544,595
Long-term liabilities:		
Deferred rent	76,009	85,337
Total liabilities	622,571	629,932
Net assets:		
Without donor restrictions	1,047,299	993,078
With donor restrictions	148,007	166,592
Total net assets	1,195,306	1,159,670
Total liabilities and net assets	\$ 1,817,877	\$ 1,789,602

See accompanying notes to financial statements.

TPA Network, Incorporated

Statement of Activities and Changes in Net Assets

<i>Year Ended September 30,</i>	2021		
	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Government grants	\$ 1,683,306	\$ -	\$ 1,683,306
Contributions	401,468	353,334	754,802
Special event revenue	242,529	-	242,529
Advertisement income	518,785	-	518,785
Interest income	1,842	-	1,842
Other income	233,221	-	233,221
Net assets released from restrictions	371,919	(371,919)	-
Total support and revenue	3,453,070	(18,585)	3,434,485
Expenses:			
Program services	2,587,758	-	2,587,758
Management and general	453,888	-	453,888
Fundraising	357,203	-	357,203
Total expenses	3,398,849	-	3,398,849
Change in net assets	54,221	(18,585)	35,636
Net assets - Beginning of year	993,078	166,592	1,159,670
Net assets - End of year	\$ 1,047,299	\$ 148,007	\$ 1,195,306

See accompanying notes to financial statements.

TPA Network, Incorporated
Statement of Activities and Changes in Net Assets

<i>Year Ended September 30,</i>	2020		
	Without Donor Restrictions	With Donor Restrictions	Total
Support and revenue:			
Government grants	\$ 1,239,565	\$ -	\$ 1,239,565
Contributions	552,958	358,334	911,292
Special event revenue	203,220	-	203,220
Advertisement income	536,267	-	536,267
Interest income	9,654	-	9,654
Other income	272,719	-	272,719
Net assets released from restrictions	472,755	(472,755)	-
Total support and revenue	3,287,138	(114,421)	3,172,717
Expenses:			
Program services	2,571,018	-	2,571,018
Management and general	525,033	-	525,033
Fundraising	290,117	-	290,117
Total expenses	3,386,168	-	3,386,168
Change in net assets	(99,030)	(114,421)	(213,451)
Net assets - Beginning of year	1,092,108	281,013	1,373,121
Net assets - End of year	\$ 993,078	\$ 166,592	\$ 1,159,670

See accompanying notes to financial statements.

TPA Network, Incorporated

Statement of Functional Expenses

Year Ended September 30,	2021			
	Program Services	Management and General	Supporting Services	Total
Salaries and wages	\$ 1,334,438	\$ 266,002	\$ 217,131	\$ 1,817,571
Employee benefits and taxes	307,534	60,542	50,019	418,095
Professional fees	134,778	26,810	4,698	166,286
Specific assistance to individuals	25,821	563	-	26,384
Occupancy	234,511	36,909	24,076	295,496
Insurance	-	13,300	-	13,300
Telephone	16,772	1,647	1,065	19,484
Rental and maintenance of equipment	7,586	1,167	773	9,526
Computer and software	41,950	6,314	13,317	61,581
Supplies	45,855	9,781	1,595	57,231
Advertising and public relations	4,950	100	1,873	6,923
Printing and publications	205,373	729	471	206,573
Postage and shipping	64,964	75	34	65,073
Meetings and travel	126,340	4,237	95	130,672
Staff development	993	510	277	1,780
Dues and subscriptions	-	3,800	1,588	5,388
Fees	24,953	20,241	2,769	47,963
Special events expenses	60	-	34,788	34,848
Depreciation and amortization	10,880	1,161	2,634	14,675
Total expenses	\$ 2,587,758	\$ 453,888	\$ 357,203	\$ 3,398,849

See accompanying notes to financial statements.

TPA Network, Incorporated

Statement of Functional Expenses

	2020				
	Year Ended September 30,	Supporting Services			Total
		Program Services	Management and General	Fundraising	
Salaries and wages	\$ 1,332,357	\$ 282,974	\$ 170,471	\$ 1,785,802	
Employee benefits and taxes	297,218	57,439	37,940	392,597	
Professional fees	130,945	68,336	7,465	206,746	
Specific assistance to individuals	14,987	-	-	14,987	
Retreats and events	12,646	-	-	12,646	
Occupancy	241,218	41,504	18,571	301,293	
Insurance	-	11,126	-	11,126	
Telephone	14,442	2,028	855	17,325	
Rental and maintenance of equipment	9,614	1,628	742	11,984	
Computer and software	46,264	18,587	18,119	82,970	
Supplies	43,405	22,142	2,459	68,006	
Advertising and public relations	25	1,265	767	2,057	
Printing and publications	187,226	145	2,178	189,549	
Postage and shipping	55,679	85	265	56,029	
Meetings and travel	157,512	1,256	52	158,820	
Staff development	1,168	-	-	1,168	
Dues and subscriptions	-	(841)	203	(638)	
Fees	15,343	16,099	1,907	33,349	
Special events expenses	-	-	25,677	25,677	
Depreciation and amortization	10,969	1,260	2,446	14,675	
Total expenses	\$ 2,571,018	\$ 525,033	\$ 290,117	\$ 3,386,168	

See accompanying notes to financial statements.

TPA Network, Incorporated

Statements of Cash Flows

<i>Years Ended September 30,</i>	2021	2020
Cash flows from operating activities:		
Governmental contributions	\$ 1,712,779	\$ 1,663,261
Contributions	887,268	860,232
Special event revenue	252,560	213,186
Advertisement income	509,574	507,096
Interest income	1,842	9,654
Other income	233,221	272,719
Payments for operating expenses	(3,397,754)	(3,388,289)
Net cash flows from operating activities	199,490	137,859
Cash flows from investing activities:		
(Purchase) sale of certificates of deposit	(98,817)	313,011
Net change in cash	100,673	450,870
Cash, beginning of year	1,039,009	588,139
Cash, end of year	\$ 1,139,682	\$ 1,039,009
Reconciliation of change in net assets to net cash flows from operating activities:		
Change in net assets	\$ 35,636	\$ (213,451)
Adjustments to reconcile change in net assets to net cash flows from operating activities:		
Depreciation and amortization	14,675	14,675
Changes in operating assets and liabilities:		
Grants and contributions receivable	159,136	(65,898)
Accounts receivable	-	(35,671)
Prepaid expenses	(2,596)	12,148
Accounts payable	5,375	(24,264)
Accrued payroll expenses	(7,031)	236
Deferred rent	(9,328)	(4,916)
Unearned revenue	(325)	6,500
Refundable advance liability	3,948	448,500
Net cash flows from operating activities	\$ 199,490	\$ 137,859

See accompanying notes to financial statements.

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Organization

TPA Network, Incorporated (TPAN) is an Illinois not-for-profit corporation incorporated in February 1988 and is recognized as a charitable organization under Section 501(c)(3) of the Internal Revenue Code. The mission of TPAN is saving lives and empowering people affected by HIV/AIDS and related conditions. TPAN provides lifesaving care and far-reaching education to people affected by HIV that improves the quality of life of everyone we touch.

Description of Program Services

Mental Health Services address gaps in care for HIV-positive adults and those at risk through individual and group counseling with licensed mental health professionals. TPAN also offers psychiatric services and medication management.

Therapeutic Groups:

Positively Aging is TPAN's initiative to deliver innovative and compassionate care to older adults aged 50 and older who are living with HIV - whether newly diagnosed or long-term survivors. Through the first programmatic collaboration with the ReUnion Project, a nationally recognized coalition of leading HIV advocates and long-term survivors, TPAN works to address individuals' unique HIV-related health and psycho-social needs and concerns. They also share selected stories related to the experiences of older adults living with HIV through **Positively Aware**, our well respected, national publication that has been among the most trusted source of HIV treatment and advocacy news for almost 30 years.

Substance Abuse Services:

EPIC (Empowering Positive Innovative Change) is a group intervention to reduce substance abuse; increase knowledge of HIV, hepatitis B, and hepatitis C; and provide better access to primary care for HIV and hepatitis. The target population of the EPIC program includes black, same-gender-loving men or men who have sex with men (MSM) aged 18-29 and all MSM aged 30 and over.

HOPE (Healthy Outcomes Through Prevention and Education) is TPAN's newest program for young adults aged 18-24. Clients take part in discussions on important health and wellness-related topics, such as spirituality, dealing with stress, mental health, and HIV. The target population of HOPE includes African-American same-gender-loving men or MSM and heterosexual/bisexual African American cisgender women.

KEEPIN' IT EPIC! is a monthly support group exclusively for individuals who have graduated from the EPIC program. The group provides a space for graduates to continue conversations and relationships that were made in the EPIC program.

Client Advocacy:

Case Management Services encourage clients to collaborate with their case managers on the provision of service plans that address health goals. Case Managers assist with applying for benefits, accessing emergency funds,

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Description of Program Services (Continued)

identifying medical and social service needs, and facilitating appropriate referrals.

Housing Navigation services, in conjunction with the AIDS Foundation of Chicago, helps individuals living with HIV/AIDS to find and maintain safe, stable, and affordable residency. The housing specialist assists with housing applicants and re-applications, and works to create goal-driven plans to remain housed.

Retention Services reengage clients who have fallen out of care or are newly diagnosed with appropriate programs and services, including medical care.

The Tea Room, TPAN's drop-in youth center, is a safe space open to young adults to congregate, gain access to vital resources, and build a community with peers.

Education and Information:

Published by TPAN since 1989, **Positively Aware (PA)** is the nation's leading not-for-profit publication serving the HIV community. Published bi-monthly, PA's mission is to be a trusted community resource for accurate, unbiased, up-to-date treatment information and related news for people living with HIV/AIDS and their advocates. Positively Aware is available as a digital edition at positivelyaware.com

TEAM (Treatment Education Adherence Management) is a peer-led HIV treatment education program that provides the support necessary for clients to stay adherent to a medical program of care. The TEAM curriculum is 10-hours, offered over the course of three days.

Anti-stigma work in the community:

A Day with HIV is a 24-hour period in September during which hundreds of people across the world capture a moment of their day and share their story using the hashtag #adaywithhiv on social media. Select photos from the campaign are featured in the November and December issue of Positively Aware.

The TPAN Ride for Life Chicago (**The Ride**) raises awareness and funds to help provide care and services to people affected by HIV. As a two-day, multi-state cycling and fundraising event, the Ride engages volunteers and advocates to share TPAN's mission and story in their outreach and solicitation for support.

Dining Out for Life Chicago is TPAN's exclusively-licensed event produced in concert with International Dining Out for Life. Chicago operates with dozens of dining establishments and invites volunteer ambassadors, hosts, and thousands of dining patrons across Chicago to raise visibility and funds for TPAN's HIV-focused care and services.

Prevention Services:

HIV and HCV Testing and Counseling encompasses rapid testing services; post-test counseling; risk-reduction and PREP education; and referrals to care, condom distribution, and outreach throughout the city's northside via a

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Description of Program Services (Continued)

mobile unit.

HART (Health Access Resources Team) provides safe and legal harm reduction-based syringe exchange and distribution of safer injection materials.

Lifeline allows participants to learn and master HIV risk-reducing behaviors via one-to-one or couples counseling and gives referrals to quality healthcare.

Basis of Accounting

The financial statements are prepared using the accrual basis of accounting in accordance with accounting principles generally accepted in the United States (GAAP).

Basis of Presentation

TPAN is required to report information regarding its net assets and revenue, gains, and losses based on the existence or absence of donor-imposed restrictions. Accordingly, TPAN's net assets are classified and reported as follows:

- *Net Assets Without Donor Restrictions* - Net assets available for use in general operations and not subject to donor (or certain grantor) restrictions. Net assets without donor restrictions may be designated for specific purposes by the board of directors.
- *Net Assets With Donor Restrictions* - Net assets subject to donor- or certain grantor-imposed restrictions. Some donor-imposed restrictions are temporally in nature, such as those that will be met by the passage of time or other events specified by the donor. Other explicit donor-imposed restrictions are perpetual in nature, where the donor stipulates that resources be maintained in perpetuity.

Use of Estimates

The preparation of financial statements in accordance with 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 reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Certificate of Deposit

Certificates of deposit are carried at cost plus accrued interest.

Accounts Receivable

Accounts receivable consist of contributions, grants and advertising receivables. TPAN considers receivables to be fully collectible; accordingly, no allowance for doubtful accounts has been established. Management evaluates the customer attributes and will provide an allowance if it is necessary.

Property and Equipment

Property and equipment are carried at cost or at estimated value on the date of donation. All purchases in excess of \$5,000 are capitalized, while lesser amounts are charged to expense. Depreciation on property and equipment is computed over their estimated useful lives, which is seven years. Gains and losses from the sale of property and equipment are included in income. Maintenance and repairs are charged to operations.

Deferred Rent

TPAN recognizes rent expense on the straight-line method over the life of its office space. The cumulative excess of the amounts expensed over the payments under the lease is recorded as a deferred rent. Deferred rent as of September 30, 2021 and 2020, was \$76,009 and \$85,337 respectively.

Support and Revenue

Government Grants

Support funded by government contracts, which qualify as conditional promises to give, are recognized when the condition of performing the contracted services is met. Revenue is therefore recognized as earned as the eligible expenses are incurred. These expenditures are subject to audit and acceptance by the granting organization and, as a result of such audit, adjustments could be required.

Grant Revenue

Grant Awards That Are Contributions - Grants awards that are contributions are evaluated for conditions and recognized as revenue when conditions in the award are satisfied. Unconditional awards are recognized as revenue when the award is received. Amounts received in which conditions have not been met are reported as a refundable advance liability.

Grant Awards That Are Exchange Transactions - Exchange transactions are those in which the resource provider or grantor receives a commensurate value in exchange for goods or services transferred. Revenue is recognized when control of the promised goods or services is transferred to the customer (grantor) in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Support and Revenue (Continued)

or services. Amounts received in excess of recognized revenue are reflected as a contract liability.

Contributions - Other

Contributions, including promises to give, are considered conditional or unconditional, depending on the nature and existence of any donor or grantor conditions. A contribution or promise to give contains a donor or grantor condition when both of the following are present:

- An explicit identifying of a barrier, that is more than trivial, that must be overcome before the revenue can be earned and recognized
- An implicit right of return of assets transferred or a right of release of a donor or grantor's obligation to transfer assets promised, if the condition is not met

Conditional contributions are recognized when the barrier(s) to entitlement are overcome. Unconditional contributions are recognized as revenue when received.

Unconditional contributions or conditional contributions in which the conditions have been substantially met or explicitly waived by the donor are recorded as support with or without donor restrictions, depending on the existence and nature of any donor restrictions. When a restriction expires, net assets with donor restrictions are reclassified to net assets without donor restrictions and reported in the statement of activities as net assets released from restrictions.

Contributed property and equipment are recorded at fair value at the date of donation. Contributions with donor imposed stipulations regarding how long the contributed assets must be used are recorded as net assets with donor restrictions; otherwise, the contributions are recorded as net assets without donor restrictions.

Special Event Revenue

Revenue from special events contains an exchange element based on the value of the benefits provided and a contribution element for the difference between the total amounts paid and the exchange element. TPAN recognizes the exchange portion of special events revenue equal to the fair value of direct benefits to donors when the event takes place and contribution revenue for the excess received. Any amounts received in advance of when the event occurs are presented as contract liabilities in deferred revenue.

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Support and Revenue (Continued)

Advertisement Income

Advertisement income consist of one performance obligation - advertising in the Positively Aware magazine. Each customer of TPAN pays for advertising space in the magazine. Transaction price for the advertising space is determined based on a standardized fee schedule. Revenue is recognized at a point of time when the magazine is published. Deferred revenue consisted of \$6,175; \$6,500; and \$0 as of September 30, 2021, 2020, and 2019, respectively. Advertising receivables consisted of \$139,305; \$130,419; and \$94,748 as of September 30, 2021, 2020, and 2019, respectively.

Contributed Services

Contributions of services are required to be recognized if the services received (a) create or enhance non-financial assets or (b) require specialized skills, are provided by individuals possessing those skills, and would typically need to be purchased if not provided by donation. During 2021 and 2020, no donated services met these criteria. There were, however, a substantial number of volunteers who donated their time towards the activities of TPAN, the value of which was not required to be disclosed in the financial statements.

Functional Allocation of Expenses

The costs of providing program and supporting services have been summarized on a functional basis in the statements of activities and changes in net assets. The statements of functional expenses present the natural classification detail of expenses by function based on time and effort. TPAN charges direct program expenses directly to each program. TPAN uses a salary and benefit allocation based on time and effort, and an allocation of all other shared costs to program, management and general, or fundraising based on full-time equivalents.

Income Taxes

TPAN is exempt from federal income tax under the provisions of Section 501(c)(3) of the Internal Revenue Code except as to unrelated business income. TPAN qualifies for the charitable contribution deduction under Section 170(b)(1)(A) and has been classified as an organization that is not a private foundation under Section 509(a)(2).

As required by uncertain tax position guidance, TPAN recognizes the financial statement benefit of a tax position only after determining that the relevant tax authority would more likely than not sustain the position following an audit. For tax positions meeting the more-likely-than-not threshold, the amount recognized in the financial statements is the largest benefit that has a greater than 50% likelihood of being realized upon ultimate settlement with the relevant tax authority. TPAN applied the uncertain tax position guidance to all tax positions for which the statute of limitations remained open and determined there were no material unrecognized tax benefits.

For the years ended September 30, 2021 and 2020, the organization did not generate tax related to unrelated business income. TPAN also recognized unrelated business income tax refunds of \$0 and \$4,376 during the years ended September 30, 2021 and 2020, respectively, related to amended Form 990-T's filed for previous years.

TPA Network, Incorporated

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Change in Accounting Principle

In May 2014, the Financial Accounting Standards Board (FASB) issued Accounting Standards Update (ASU) No. 2014-09, *Revenue from Contracts with Customers* (Topic 606). The core principle of the guidance in ASU 2014-09 is that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which the entity expects to be entitled in exchange for those goods or services. TPAN adopted this guidance effective October 1, 2020. TPAN applied Topic 606 on a modified retrospective basis. There was no change to reported revenue, net assets, or the change in net assets for either period presented.

Future Accounting Pronouncement

In February 2016, the FASB issued ASU No. 2016-02, *Leases* (Topic 842). The amendments in this ASU revise the accounting related to lessee accounting. Under the new guidance, lessees will be required to recognize a lease liability and a right-of-use asset for substantially all leases with lease terms in excess of 12 months. The new lease guidance also simplifies the accounting for sale and leaseback transactions primarily because lessees must recognize lease assets and lease liabilities. The amendments in this ASU are effective for fiscal years beginning after December 15, 2021, and are to be applied through a modified retrospective transition approach for leases existing at, or entered into after, the beginning of the earliest comparative period presented in the financial statements. Early adoption is permitted. TPAN continues to evaluate the effect that the implementation of this ASU will have on its financial statements and related disclosures.

Business Conditions

Beginning in March 2020, the United States economy began suffering adverse effects from the Covid 19 virus crisis ("CV19 Crisis"). As of the date of issuance of the financial statements the Organization has seen adverse impacts of the CV19 Crisis in the form of client issues, including economic hardship and both mental health and substance abuse disparities and access to services.

Subsequent Events

Management has evaluated subsequent events through March 2, 2022, the date the financial statements were available to be issued.

TPA Network, Incorporated

Notes to Financial Statements

Note 2: Liquidity and Availability of Financial Resources

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

<i>As of September 30,</i>	2021	2020
Cash	\$ 1,139,682	\$ 1,039,009
Certificates of deposit	199,986	101,169
Grants and contributions receivable	228,751	396,773
Accounts receivable	139,305	130,419
Total financial assets	1,707,724	1,667,370
Less: Net assets with donor restrictions	(148,007)	(166,592)
Financial assets available to meet general expenditures within one year	\$ 1,559,717	\$ 1,500,778

TPAN does not have a formal liquidity policy, but generally strives to maintain liquid financial assets sufficient to cover operating expenses for government grants.

Note 3: Concentration of Credit Risk

TPAN maintains cash balances at financial institutions in Chicago, Illinois, and Cincinnati, Ohio. Accounts in the financial institutions are fully insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per company per financial institution. Management has assessed the creditworthiness of the financial institutions and feels there is not a significant risk of loss.

Note 4: Concentration of Market Risk

During the year ended September 30, 2021, TPAN received approximately 52% of its funding from various government agencies, 16% from net advertising revenue, 6% from the Ride for AIDS, and the remaining 26% from various sources, primarily corporations and foundations. Following is a breakdown by government funding agency of TPAN's revenue for the year ended September 30, 2021, and the contributions receivable at September 30, 2021:

	% of Total Revenue	% of Government Receivable
U.S. Department of Health and Human Services	18 %	12 %
Chicago Department of Public Health	14 %	- %
AIDS Foundation of Chicago (pass through government funds)	16 %	52 %
Other (pass through government funds)	4 %	36 %
Total	52 %	100 %

TPA Network, Incorporated

Notes to Financial Statements

Note 4: Concentration of Market Risk (Continued)

During the year ended September 30, 2020, TPAN received approximately 39% of its funding from various government agencies, 17% from net advertising revenue, 6% from the Ride for AIDS, and the remaining 38% from various sources, primarily corporations and foundations. Following is a breakdown by government funding agency of TPAN's revenue for the year ended September 30, 2020, and the contributions receivable at September 30, 2020:

	% of Total Revenue	% of Government Receivable
U.S. Department of Health and Human Services	21 %	24 %
AIDS Foundation of Chicago (pass through government funds)	14 %	67 %
Other (pass through government funds)	4 %	9 %
Total	39 %	100 %

Note 5: Conditional Promises to Give

TPAN has received the following conditional promises to give that are not recognized as assets in the statement of financial position as of September 30, 2021 and 2020:

Conditional promise to give upon expenditure of funds	Term	Amount	Earned as of September 30, 2021	Remaining Funding Available
Howard Brown Health Prevention	1/1/21-12/31-21	\$ 115,000	\$ 86,249	\$ 28,751
Chicago House Housing for Negatives	1/1/21-12/31/21	15,000	11,250	3,750
AIDS Foundation of Chicago Ryan White Part A - Medical Case Management	3/1/21-2/28-22	304,624	181,819	122,805
Ryan White Part B - Peer Navigation	4/1/21-3/31/22	16,000	6,845	9,155
Ryan White Part B - Retention	4/1/21-3/31/22	57,270	34,449	22,821
Housing	1/1/21-13/21/21	112,222	98,639	13,583
Total		\$ 620,116	\$ 419,251	\$ 200,865

TPA Network, Incorporated

Notes to Financial Statements

Note 5: Conditional Promises to Give (Continued)

Conditional promise to give upon expenditure of funds	Term	Amount	Earned as of September 30, 2020	Remaining Funding Available
Prevention	1/1/19-12/31/20	\$ 114,999	\$ 86,249	\$ 28,750
Chicago House				
Housing for Negatives	1/1/19-12/31/20	17,500	13,750	3,750
AIDS Foundation of Chicago				
Ryan White Part A - Medical Case Management	3/1/20-2/28/21	302,831	166,606	136,225
Ryan White Part B - Peer Navigation	4/1/20-3/31/21	16,000	5,225	10,775
Ryan White Part B - Retention	4/1/20-3/31/21	54,202	25,582	28,620
Housing	1/1/20-12/31/20	110,850	87,119	23,731
Total		\$ 616,382	\$ 384,531	\$ 231,851

Note 6: Refundable Advance Liability - Paycheck Protection Program

At September 30, 2021 and 2020, TPAN had a refundable advance liability of \$452,448 and \$448,500, respectively. These amounts represents the receipt of awards from the Small Business Administration's (SBA) Paycheck Protection Program (PPP) as a result of legislation passed to assist businesses in navigating the Coronavirus pandemic. TPAN has determined these awards are conditional grants and has applied the policy as described in Note 1. Accordingly, the award is reported as a refundable advance liability until the conditions are substantially met or explicitly waived.

TPAN has interpreted the condition of the award to be the incurrence of eligible expenditures, adjusted for any decrease in full time equivalents and or salary/wage limitations, during a covered period of either eight or 24 weeks and the approval of the forgiveness application by the lender and SBA. Should the conditions of the award not be substantially met or explicitly waived, all or a portion of the award will be treated as a loan bearing interest at 1% and repayable in monthly amounts of principal and interest of \$25,120. TPAN anticipates that the conditions of the award will be substantially met and the full amount of the award will be recognized as revenue.

On March 20, 2021, TPAN received notification from the SBA that the first refundable advance was fully forgiven and thus recognized \$448,500 as government grant revenue in the fiscal year ending September 30, 2021.

TPA Network, Incorporated

Notes to Financial Statements

Note 7: Website

TPAN's website is amortized using the straight-line method over five years. Amortization expense was \$6,740 for the years ended September 30, 2021 and 2020, respectively. The website consists of the following:

	2021	2020
Cost	\$ 33,694	\$ 33,694
Less: Accumulated amortization	(32,693)	(25,953)
Net website	\$ 1,001	\$ 7,741

Note 8: Net Assets with Donor Restrictions

Net assets with donor restrictions, which have either purpose or time restrictions, consisted of the following:

<i>September 30,</i>	2021	2020
Purpose restricted:		
The Reunion Project	\$ 28,007	\$ 77,075
Mental Health	20,000	9,878
Other Miscellaneous	100,000	79,639
Total net assets with donor restrictions	\$ 148,007	\$ 166,592

Net assets are released from donor restrictions by incurring expenses satisfying the restricted purpose or by occurrence of the passage of time specified by the donors. Net assets released from restrictions due to the occurrence of expenses satisfying the restricted purpose totaled \$371,919 and \$472,755, respectively, for the years ended September 30, 2021 and 2020.

Note 9: Employee Benefit Plan

TPAN has a 401(k) plan which covers substantially all full-time employees. TPAN's contribution is equal to the participant's deferral up to a maximum of 3% of salary. Employees are eligible to participate after three months of service and vest upon completion of three years of service. TPAN contributed \$34,405 and \$30,220 for the years ended September 30, 2021 and 2020, respectively.

TPA Network, Incorporated

Notes to Financial Statements

Note 10: Lease Commitment

On June 6, 2017, TPAN entered into a new operating lease for facility space expiring June 5, 2025. TPAN is granted one five-year option to renew the lease, and the landlord can terminate the lease in the event of redevelopment of the building subject to conditions as of June 5, 2020. The Organization is responsible for their pro-rata share of real estate taxes, common area maintenance, management fees, and utilities. Rental expenses for this lease included in the statement of activities for the years ended September 30, 2021 and 2020, were \$254,539 and \$264,456, respectively.

Future minimum payments are as follows:

<i>Year Ending September 30:</i>	<i>Amount</i>
2022	\$ 185,432
2023	190,088
2024	194,827
2025	134,812
Total	\$ 705,159

Supplementary Information

TPA Network, Incorporated
Schedule of Expenditures of Federal Awards
Year Ended September 30, 2021

Federal Grantor/Program or Cluster Title	Assistance Listing	Pass-Through Identifying Number	Current Year Federal Expenditures
U.S. Department of Health and Human Services			
<i>Direct Programs:</i>			
Substance Abuse and Mental Health Services: Projects of Regional and National Significance:			
Health Outcomes through Prevention & Education (HOPE)	93.243	1H79SP021700-01	\$ 209,634
Empowering Positive Innovative Change (EPIC)	93.243	1H79TI080639-01	375,932
Subtotal 93.243			585,566
<i>Pass-Through Programs:</i>			
AIDS Foundation of Chicago - Ryan White Part A	93.914		317,095
AIDS Foundation of Chicago - Ryan White Part B	93.917		74,584
Total U.S. Department of Health and Human Services			977,245
U.S. Department of Housing and Urban Development			
<i>Pass-Through Programs:</i>			
AIDS Foundation of Chicago - Housing Opportunities for Persons with AIDS	14.241		128,962
Total U.S. Department of Housing and Urban Development			128,962
Total Expenditures of Federal Awards			\$ 1,106,207

See Independent Auditor's Report.
See Notes to Schedule of Expenditures of Federal Awards

TPA Network, Incorporated
Notes to Schedule of Expenditures of Federal Awards
Year Ended September 30, 2021

Note 1: General

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal grant activity of TPA Network, Incorporated under programs of the federal government for the year ended September 30, 2021. The information in this schedule is presented in accordance with requirements of the Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Because the schedule presents only a selected portion of the operations of TPA Network, Incorporated, it is not intended to and does not present the financial position, changes in net assets, or cash flows of TPA Network, Incorporated.

Note 2: Basis of Accounting

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowable or are limited as to reimbursement. Pass-through entity identifying numbers are presented where available.

Note 3: Indirect Cost Rate

TPA Network, Incorporated negotiated an indirect cost rate with the US Department of Health and Human Services of 24.09% and is not utilizing the 10% de minimis cost rate.

Note 4: Sub-Recipients

TPA Network, Incorporated does not have any sub-recipients of federal or state awards.

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Board of Directors
TPA Network, Incorporated
Chicago, Illinois

We have audited, in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of TPA Network, Incorporated (a nonprofit organization), which comprise the statement of financial position as of September 30, 2021, and the related statements of activities and changes in net assets, functional expenses, and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated March 2, 2022.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered TPA Network, Incorporated's internal control over financial reporting ("internal control") as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the TPA Network, Incorporated's internal control. Accordingly, we do not express an opinion on the effectiveness of TPA Network, Incorporated's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented or detected and corrected on a timely basis. *A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether TPA Network, Incorporated's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance, and the results of that testing, and not to provide an opinion on the effectiveness of TPA Network, Incorporated's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the TPA Network, Incorporated's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Wipfli LLP

March 2, 2022
Lincolnshire, Illinois

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control Over Compliance

Board of Directors
TPA Network, Incorporated
Chicago, Illinois

Report on Compliance for Each Major Federal Program

We have audited TPA Network, Incorporated's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021. TPA Network, Incorporated's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with federal and state statutes, regulations, and the terms and conditions of its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of TPA Network, Incorporated's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* ("Uniform Guidance"). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about TPA Network, Incorporated's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on TPA Network, Incorporated's compliance.

Opinion on Each Major Federal Program

In our opinion, TPA Network, Incorporated complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2021.

Report on Internal Control Over Compliance

Management of TPA Network, Incorporated is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered TPA Network, Incorporated's internal control over compliance with the types of requirements that could have a direct and material effect on a major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of TPA Network, Incorporated's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected and corrected on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies, and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Wipfli LLP

March 2, 2022
Lincolnshire, Illinois

TPA Network, Incorporated
Schedule of Findings and Questioned Costs
Year Ended September 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

 Material weakness(es) identified? ___ yes x no

 Significant deficiency(ies) reported? ___ yes x no

Noncompliance material to financial statements noted? ___ yes x no

Federal Awards

Internal control over major programs:

 Material weakness(es) identified? ___ yes x no

 Significant deficiency(ies) reported? ___ yes x no

Type of auditor's report issued on compliance for major programs Unmodified

Any audit findings disclosed that are required to be reported
in accordance with the Uniform Guidance [2 CFR 200.516(a)]? ___ yes x no

Identification of major federal programs:

<u>Assistance Listing</u>	<u>Name of Federal Program or Cluster</u>
93.243	Substance Abuse and Mental Health Services Projects

Dollar threshold used to distinguish between Type A and Type B programs:

Federal	\$750,000
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Auditee qualified as low-risk auditee? Yes

TPA Network, Incorporated
Schedule of Findings and Questioned Costs (Continued)
Year Ended September 30, 2021

Section II - Financial Statement Findings

None

Section III – Federal Award Findings and Questioned Costs

None

Section IV – Prior Year Audit Findings

None