

Alzheimer's Disease International

Financial Statements

Years Ended June 30, 2021 and 2020

A large, abstract, 3D-style geometric graphic composed of various shades of gray and white, resembling a stylized mountain range or a series of overlapping planes, located in the bottom-left corner of the page.

WIPFLI

Independent Auditor's Report

To the Board of Directors
Alzheimer's Disease International
London, SE1 0BB United Kingdom

Report on the Financial Statements

We have audited the accompanying financial statements of Alzheimer's Disease International (a not-for-profit corporation), which comprise the statements of financial position as of June 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. Those standards require that we plan and perform the audit 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 Alzheimer's Disease International as of June 30, 2021 and 2020, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States.

Wipfli LLP

March 22, 2022
Lincolnshire, Illinois

Alzheimer's Disease International

Statements of Financial Position

<i>June 30,</i>	2021	2020
Assets		
Current assets:		
Cash	\$ 1,139,246	\$ 486,389
Accounts receivable	76,311	475,302
Grants and contributions receivable - Net of allowance for uncollectible accounts of \$10,000	133,080	617,377
Current portion of pledge receivable	50,000	50,000
Prepaid expenses	2,000	99,027
Total current assets	1,400,637	1,728,095
Property and equipment:		
Furniture and equipment	81,834	75,253
Less: Accumulated depreciation	(47,554)	(26,921)
Net property and equipment	34,280	48,332
Other assets:		
Rent security deposit	16,269	14,549
Deposit for website development	-	41,187
Website development, net of amortization	43,843	-
Pledge receivable, net of current portion	100,000	150,000
Total other assets	160,112	205,736
Total assets	\$ 1,595,029	\$ 1,982,163

See accompanying notes to financial statements.

Alzheimer's Disease International

Statements of Financial Position (Continued)

<i>June 30,</i>	2021	2020
Liabilities and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 57,898	\$ 229,611
Deferred revenue	37,960	642,802
Current portion of note payable	1,120	1,006
Total current liabilities	96,978	873,419
Long-term liabilities:		
Note payable, net of current maturities	1,557	2,695
Total liabilities	98,535	876,114
Net assets:		
Without donor restrictions	645,639	226,946
With donor restrictions	850,855	879,103
Total net assets	1,496,494	1,106,049
Total liabilities and net assets	\$ 1,595,029	\$ 1,982,163

See accompanying notes to financial statements.

Alzheimer's Disease International

Statements of Activities and Changes in Net Assets

Years Ended June 30,	2021				2020			
	Without Donor Restrictions	With Donor Restrictions	Total	Percent of Support & Revenue	Without Donor Restrictions	With Donor Restrictions	Total	Percent of Support & Revenue
Support and revenue:								
Dues	\$ 485,014	\$ -	\$ 485,014	19.66 %	\$ 464,147	\$ -	\$ 464,147	24.13 %
Contributions and grants	337,150	508,170	845,320	34.26	360,696	965,337	1,326,033	68.92
Conference revenue (Note 6)	936,678	-	936,678	37.96	-	-	-	-
Institutional funding	157,420	-	157,420	6.38	140,417	-	140,417	7.30
Interest and other	26,565	-	26,565	1.08	9,320	-	9,320	0.48
In-kind contributions	642	-	642	0.03	1,429	-	1,429	0.07
Gain (loss) on currency exchange transactions	15,655	-	15,655	0.63	(17,373)	-	(17,373)	(0.90)
Net assets released from restrictions	536,418	(536,418)	-	-	608,090	(608,090)	-	-
Total support and revenue	2,495,542	(28,248)	2,467,294	100.00	1,566,726	357,247	1,923,973	100.00
Expenses:								
Program	1,640,101	-	1,640,101	66.47	1,083,111	-	1,083,111	56.30
General and administrative	240,261	-	240,261	9.74	238,138	-	238,138	12.38
Fund raising	196,487	-	196,487	7.96	150,248	-	150,248	7.81
Total expenses	2,076,849	-	2,076,849	84.17	1,471,497	-	1,471,497	76.49
Change in net assets	418,693	(28,248)	390,445	15.82 %	95,229	357,247	452,476	23.52 %
Net assets, beginning of year	226,946	879,103	1,106,049		131,717	521,856	653,573	
Net assets, end of year	\$ 645,639	\$ 850,855	\$ 1,496,494		\$ 226,946	\$ 879,103	\$ 1,106,049	

See accompanying notes to financial statements.

Alzheimer's Disease International

Statement of Functional Expenses

Year Ended June 30,

2021

	Program Services				Support Services			
	Conference	Member Support & Development	Promotion and Awareness	Research	Total Program Services	General Administration	Fund Raising	Total
Salaries and related expenses	\$ 195,914	\$ 56,932	\$ 174,367	\$ 152,240	\$ 579,453	\$ 122,379	\$ 168,682	\$ 870,514
Grants to members	-	40,558	15,000	-	55,558	-	-	55,558
Regional office support	-	-	4,000	-	4,000	-	-	4,000
Dues forgiveness - Hardship	-	49,649	-	-	49,649	-	-	49,649
Occupancy	19,437	5,648	17,300	15,104	57,489	10,928	16,736	85,153
Printing	14,251	110	23,893	-	38,254	500	-	38,754
Postage and delivery	-	1,367	-	-	1,367	49	-	1,416
Insurance	-	-	-	-	-	3,781	-	3,781
Office expense and miscellaneous	40,126	3,203	2,610	-	45,939	10,264	1,971	58,174
Telephone and internet	7,436	1,941	6,425	2,121	17,923	3,288	8,029	29,240
Professional fees	252,272	125,365	77,429	-	455,066	37,114	960	493,140
Bad debt	10,000	-	-	-	10,000	18,596	-	28,596
Conferences and meetings including travel and accommodations	323,766	750	887	-	325,403	3,960	109	329,472
Total expenses before depreciation	863,202	285,523	321,911	169,465	1,640,101	210,859	196,487	2,047,447
Depreciation	-	-	-	-	-	29,402	-	29,402
Total	\$ 863,202	\$ 285,523	\$ 321,911	\$ 169,465	\$ 1,640,101	\$ 240,261	\$ 196,487	\$ 2,076,849

See accompanying notes to financial statements.

Alzheimer's Disease International

Statement of Functional Expenses

Year Ended June 30,

2020

	Program Services					Support Services		
	Conference	Member Support & Development	Promotion and Awareness	Research	Total Program Services	General Administration	Fund Raising	Total
Salaries and related expenses	\$ 125,048	\$ 94,736	\$ 162,341	\$ 126,069	\$ 508,194	\$ 130,420	\$ 111,662	\$ 750,276
Grants to members	-	36,911	22,518	-	59,429	-	-	59,429
Regional office support	-	83,238	14,820	-	98,058	-	-	98,058
Dues forgiveness - Hardship	-	8,200	-	-	8,200	-	-	8,200
Occupancy	12,513	6,770	16,245	12,616	48,144	10,919	11,174	70,237
Printing	-	729	54,978	-	55,707	1,811	506	58,024
Postage and delivery	-	275	1,938	-	2,213	1,128	259	3,600
Insurance	-	-	-	-	-	3,009	-	3,009
Office expense and miscellaneous	-	4,587	3,260	-	7,847	12,292	775	20,914
Telephone and internet	2,620	2,578	10,004	2,624	17,826	4,742	2,330	24,898
Professional fees	-	73,248	111,232	-	184,480	53,585	20,547	258,612
Bad debt	-	-	-	957	957	2,995	-	3,952
Conferences and meetings including travel and accommodations	5,711	51,167	35,178	-	92,056	3,671	2,995	98,722
Total expenses before depreciation	145,892	362,439	432,514	142,266	1,083,111	224,572	150,248	1,457,931
Depreciation	-	-	-	-	-	13,566	-	13,566
Total	\$ 145,892	\$ 362,439	\$ 432,514	\$ 142,266	\$ 1,083,111	\$ 238,138	\$ 150,248	\$ 1,471,497

See accompanying notes to financial statements.

Alzheimer's Disease International

Statements of Cash Flows

<i>Years Ended June 30,</i>	2021	2020
Cash flows from operating activities:		
Changes in net assets:	\$ 390,445	\$ 452,476
Adjustments to reconcile increase in net assets to net cash from operating activities:		
Depreciation and amortization	29,402	13,566
Changes in operating assets and liabilities:		
Accounts receivable	398,991	(470,534)
Grants and contributions receivable	484,297	(256,650)
Pledge receivable	50,000	(200,000)
Prepaid expenses	97,027	(62,129)
Accounts payable and accrued liabilities	(171,713)	136,564
Deferred revenue	(604,842)	603,556
Total adjustments	283,162	(235,627)
Net cash from operating activities	673,607	216,849
Cash flows from investing activities:		
Purchase of property and equipment	(6,581)	(49,386)
Deposit for website development	-	(41,187)
Website development costs	(11,425)	-
Rent security deposit	(1,720)	(5,640)
Net cash from investing activities	(19,726)	(96,213)
Cash flows from financing activities:		
Repayments on note payable	(1,024)	(1,041)
Change in cash	652,857	119,595
Cash at beginning of year	486,389	366,794
Cash at end of year	\$ 1,139,246	\$ 486,389
Supplementary disclosure of non-cash investing activities:		
Website development costs reclassified from deposit	\$ 41,187	\$ -

See accompanying notes to financial statements.

Alzheimer's Disease International

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies

Organization

Alzheimer's Disease International: The International Federation of Alzheimer's Disease and Related Disorders Societies, Inc. (ADI) was incorporated in 1985 as a world wide organization to advance the well-being of people with dementia, their families and caregivers; provide a world wide forum to foster discussion, research, education and public policy about dementia; foster the development of voluntary associations; and facilitate cooperation among international organizations.

Basis of Accounting

The financial statements of ADI have been prepared on the accrual basis of accounting in conformity with accounting principles generally accepted in the United States (GAAP).

Basis of Presentation

ADI is required to report information regarding its financial position and activities according to two classes of net assets. A definition and description of each class follows:

Net Assets Without Donor Restriction - Net assets available for use in general operations and not subject to donor-imposed restrictions. Net assets without donor restrictions may be designated for specific purposes by the board of directors. The governing board has designated, from net assets without donor restrictions, a board-designated reserve and a board-designated endowment fund.

Net Assets With Donor Restriction - Net assets subject to donor or certain grantor imposed restrictions. Some donor-imposed restrictions are temporary 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. Donor-imposed restrictions are released when a restriction expires, that is when the stipulated time has elapsed, when the stipulated purpose for which the resource was restricted has been fulfilled, or both.

Estimates

The preparation of financial statements in conformity 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.

Accounts Receivable

Accounts receivable consists of advances and outstanding membership dues which are due within a year or less. Receivables are continuously monitored and are considered fully collectible. Accounts receivable consisted of \$76,311; \$475,302; and \$4,768 as of June 30, 2021, 2020, and 2019, respectively. At June 30, 2021 and 2020, there was no allowance for doubtful accounts.

Alzheimer's Disease International

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Grants, Contributions, and Pledges Receivable

Grants and contributions receivable consist of amounts receivable from organizations and individuals. Grants and contributions receivable is stated at the amount due less an allowance for doubtful accounts.

Unconditional promises to give are recorded as receivables in the year pledged. Conditional promises to give are recognized only when the conditions on which they depend are substantially met. Promises to give whose eventual uses are restricted by the donors are recorded as increases in net assets with donor restriction. Unrestricted promises to give to be collected in future periods are also recorded as an increase to net assets with donor restriction and reclassified to net assets without donor restriction when received, unless the donor's intention is to support current-period activities.

Promises to give expected to be collected in less than one year are reported at net realizable value. Promises to give that are expected to be collected in future years are recorded at the present value of estimated future cash flows on a discounted basis applicable to the years in which the promises were received. The amortization of the discount is recognized as contribution income over the duration of the pledge.

The allowance for doubtful accounts is based on management's assessment of the ability to collect contributions and grants receivable based upon historical collection. As of June 30, 2021 and 2020, the allowance for doubtful accounts was \$10,000.

Property and Equipment

Property and equipment are carried at cost or at estimated value on date of donation. All purchases in excess of \$691 (£500 British Pounds) are capitalized while lesser amounts are charged to expense. Depreciation on property and equipment is computed using the straight-line method over the estimated useful lives of the assets, which range from three to five years. Gains and losses from the sale of property and equipment are included in income. Maintenance and repairs are charged to operations.

Website

The Company capitalized website costs totaling \$52,612 for the year ended June 30, 2021, which are being amortized using the straight-line method over an estimated life of three years. The website was placed in service in November 2020.

In-Kind Contributions

Donated services are recognized as contributions if the services either (a) create or enhance non-financial assets or (b) require specialized skills, are performed by people with those skills, and would otherwise be purchased by ADI. Donations of other items such as space, supplies, food and printing are recorded at their estimated fair value at the date of donation.

Alzheimer's Disease International

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition

Contributions

Grants are either recorded as contributions or exchange transactions based on criteria contained in the grant award.

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 or services. Amounts received in excess of recognized revenue are reflected as a contract liability. Contributions, including unconditional promises to give, are recognized as revenue when received. Conditional contributions and promises to give are recognized as revenue when the barriers to entitlement are overcome and either a right of return of assets transferred or a right of release of a promisor's obligation to transfer assets is removed. Assets received for which the condition has not been satisfied are recorded as deferred revenue.

Membership dues

Revenue as it pertains to membership dues is recognized throughout the calendar year in accordance with the agreements with members. Dues, fees, and assessments received during the year that relate to the subsequent calendar year are recorded as deferred revenue. As such, the performance obligation is satisfied over time. The Company has determined that the transaction price is based on the size of the member organization. For 2021 minimum dues ranged from \$255 to \$12,670 and for 2020 from \$250 to \$12,419 with the four largest members paying significantly more based on a historic percentage of their revenues. Dues are payable at the beginning of the year on July 31 for the fiscal year and are based on the prior year-end financial statements. ADI computes the dues based upon the prior year dues plus the agreed upon increase (2% for 2021 and 2020). Funds received in advance for the following year are recorded as deferred revenue.

Events

Registration Fees:

Registration fees revenue is recorded when the services are completed. The performance obligation is providing the education and entertainment at various events throughout the year. As such, the performance obligation is satisfied at a point in time, at the completion of the event. The Company has determined that the transaction price is the price stated in the registration application for the event.

Alzheimer's Disease International

Notes to Financial Statements

Note 1: Summary of Significant Accounting Policies (Continued)

Revenue Recognition (Continued)

Sponsorships:

Sponsorships revenue is recorded when the services are completed. The performance obligation is hosting various events throughout the year and providing services as stated in the contract. As such, the performance obligation is satisfied at a point in time, at the completion of the event. The Company has determined that the transaction price is the price stated in the contract.

Institutional funding

Institutional funding revenue consists of overhead and joint costs for the Stride Project which helps to build capacity in dementia research in seven developing countries. ADI bills the London School of Economics on a quarterly basis as the work is being performed. The transaction price charged to the private insurers is determined based on a percentage of overhead and joint costs for the quarter. Revenue is recognized quarterly based on the transaction price.

Functional Allocation of Expenses

The costs of providing program and supporting services have been summarized on a functional basis in the statement of activities and in the statement of functional expenses. The statement of functional expenses present the natural classification detail of expenses by function based on time and effort. ADI charges direct program expenses directly to each program. ADI uses an allocation which is based on a combination of salary, square footage and budget depending on the category of expenses allocated.

Income Taxes

ADI is a not-for-profit organization that is exempt from income taxes under Section 501(c)(3) of the Internal Revenue Code. ADI continues to operate in compliance with its tax exempt purpose. Management does not believe that its financial statements include uncertain tax positions.

Deferred Revenue

For 2021 deferred revenue relates to prepayments of membership dues. For 2020, deferred revenue relates to membership dues and the conference that was held in the 2021 fiscal year. Deferred revenue consisted of \$37,960; \$642,802; and \$39,246 as of June 30, 2021, 2020, and 2019, respectively.

Alzheimer's Disease International

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. ADI adopted this guidance effective July 1, 2020, as it felt it was the most faithful depiction of the timing of revenue reasonably expected to be collected in exchange for goods or services. ADI 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.

New Accounting Pronouncements

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. ADI continues to evaluate the effect that the implementation of this ASU will have on its financial statements and related disclosures.

In September 2020, the FASB issued ASU 2020-07, *Presentation and Disclosures by Not-for-Profit Entities for Contributed Non-Financial Assets* (Topic 958). The amendments in this update will require entities to present contributed nonfinancial assets as a separate line item in the statement of activities, expand disclosures on the various contributed nonfinancial assets recognized, including desegregated category types, the valuation techniques and inputs used to arrive at fair value, and the policy for either monetizing or utilizing contributed nonfinancial assets. The amendments in this update are effective for annual financial statements issued for fiscal years beginning after June 15, 2021, applied on a retrospective basis. Early adoption is permitted. The Company is currently evaluating the impact this standard will have on its financial statements.

Subsequent Events

ADI has evaluated events and transactions for potential recognition or disclosure in the financial statements through March 22, 2022, which is the date the financial statements were available to be issued.

Alzheimer's Disease International

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>Years Ended June 30,</i>	2021	2020
Cash	\$ 1,139,246	\$ 486,389
Accounts receivable	76,311	475,302
Grants receivable	133,080	617,377
Pledge receivable	50,000	50,000
 Total financial assets	 1,398,637	 1,629,068
Less: Donor restricted assets	(850,855)	(879,103)
 Financial assets available to meet general expenditures within one year	 \$ 547,782	 \$ 749,965

The Board of Directors has determined that a reserve of approximately three to six months of core functions of ADI is desirable. Core functions include maintenance of a central office, a buffer to sustain the conference and travel and activities with essential international commitments including a modest contingency. Based on current expenses, core functions are approximately \$437,000 per year resulting in a desired reserve of \$109,000 to \$218,000.

Note 3: Pledge Receivable

Pledges receivable consisted of the following at June 30, 2021:

<i>June 30,</i>	2021	2020
Pledge receivable	\$ 150,000	\$ 200,000
Less - Noncurrent portion, net	(50,000)	(50,000)
 Non-current portion	 \$ 100,000	 \$ 150,000

The Company's pledge receivable as of June 30, 2021, is due as follows:

Receivable in less than one year	\$ 50,000
Receivable in one to five years	100,000
 Total	 \$ 150,000

Alzheimer's Disease International

Notes to Financial Statements

Note 4: Website development

The Company's website consisted of the following:

<i>Years Ended June 30,</i>	2021
Website development	\$ 52,612
Less: Accumulated amortization	(8,769)
Website development, net	\$ 43,843

The Company completed website development during June 30, 2021.

Amortization expense for the year ended June 30, 2021, was \$8,769.

Future amortization expense is as follows:

<i>Year Ended June 30,</i>	
2022	\$ 17,537
2023	17,537
2024	8,769
Total	\$ 43,843

Note 5: In-Kind Contributions

A nominal amount in expenses for telephone and related costs of the Chair of ADI were contributed directly by the Chair in the years ended June 30, 2021 and 2020. These expenses have not been reflected in these financial statements. Travel and related expense of other Board members were also contributed directly or through sponsorships. These expenses have not been captured or reflected in these financial statements. In 2020, ADI received a 50% discount from their mailing service which has been recorded as an in kind contribution in the financial statements.

Note 6: Programs

The major activities of ADI include a biennial international conference; printing of educational materials (newsletter, fact sheets and booklets); assistance to members; development of new Alzheimer associations, including the Alzheimer University - a program designed to strengthen the work of Alzheimer associations and World Alzheimer's Month. The international conference is coordinated and planned by the association with the assistance of a conference organizer. There was no conference in the year ended June 30, 2020, as scheduled conference was deferred until December 2020 and was included in the financial statements for the year ending June 30, 2021.

Alzheimer's Disease International

Notes to Financial Statements

Note 7: Net Assets with Donor Restrictions

At June 30, 2021 and 2020, net assets with donor restriction net assets, which have either purpose or time restrictions, consisted of the following:

	2021	2020
Restricted grants for:		
Alzheimer University	\$ 60,765	\$ 32,536
Accreditation	200,000	200,000
World Alzheimer's Month	75,000	30,000
Regional support	235,575	269,135
Global alliances and other	64,012	51,512
Website and communications	52,000	102,000
Future periods	163,503	193,920
Total	\$ 850,855	\$ 879,103

Note 8: Lease Commitments

ADI entered into an office space lease dated February 9, 2015, and ending January 30, 2020. Minimum annual rentals were approximately \$29,097 for the first year, \$30,670 for the second year, \$32,242 for the third year, and \$33,029 for the last two years. The monthly rent includes a service charge for cleaning, maintenance and utilities. Occupancy expense for the years ended. The lease expired on January 30, 2020.

On December 19, 2019, ADI entered into a new office space lease agreement classified as an operating lease expiring on December 19, 2024. Minimum annual rentals are \$54,229. The monthly rent includes a service charge for cleaning, maintenance and utilities.

Occupancy expense for the years ended June 30, 2021 and 2020, including cleaning, maintenance, and utilities was \$85,153 and \$70,237, respectively.

The minimum future lease payments are as follows:

<i>Years Ended June 30,</i>		
2022	\$	54,229
2023		54,229
2024		54,229
2025		27,114
Total	\$	189,801

Alzheimer's Disease International

Notes to Financial Statements

Note 9: Commitment for Conference and Coordinator

ADI has entered into contracts for the planning, administration and organization for the Annual Conference in Singapore in December 2020. There are contracts for the venue and accommodation for the Singapore Conference with minimum guarantees of approximately \$103,000.

Note 10: Concentration of Cash

ADI maintains its cash in several separate accounts at two different financial institutions. These accounts are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 at each US financial institution and by the Financial Services Compensation Scheme (FSCS) up to £85,000 at each UK financial institution. At certain times during the year, cash balances may be in excess of FDIC and/or FSCS coverage. ADI has not experienced any losses in such accounts, and believes it is not exposed to any significant credit risk on cash.

Note 11: Business Conditions

On March 11, 2020, the World Health Organization declared the outbreak of a respiratory disease caused by a new coronavirus as a "pandemic." First identified in late 2019 and known now as COVID-19, the outbreak has impacted thousands of individuals worldwide. In response, many countries have implemented measures to combat the outbreak which have impacted global business operations. As of the date of issuance of the financial statements, ADI's operations have not been significantly impacted; however, ADI continues to monitor the situation. No impairments were recorded as of the balance sheet date as no triggering events or changes in circumstances had occurred as of year-end; however, due to significant uncertainty surrounding the situation, management's judgment regarding this could change in the future. In addition, while ADI's results of operations, cash flows and financial condition could be negatively impacted, the extent of the impact cannot be reasonably estimated at this time.